STATEMENT TO SHAREHOLDERS

In terms of the Listings Requirements of the Botswana Stock Exchange (BSE), Sefalana Holding Company Limited (Sefalana) is required to announce through the BSE and the press any circumstances or events that have or are likely to have a material effect on the financial results of the Company for the period to be reported upon next.

It was previously reported to the Shareholders of Sefalana Holding Company Limited that the Company has entered into negotiations with two unrelated third parties in the Region, which if successfully concluded, and subject to relevant regulatory approval, will result in a transaction that might have an impact on the price of the Company’s shares.

In respect of the first transaction, Shareholders are advised that the Company has successfully purchased a large cash and carry going concern in Maseru, Lesotho on 1 November 2016 and will trade under the name “TFS –Sefalana”, for a period of up to one year after which the reference to “TFS” will be removed. This has enabled the Group to enter into the Lesotho market in line with its expansion plans into the Region.

The Rights Issue program previously announced is now underway to raise funds for this acquisition. Details of this program have been published in our Circular to Shareholders dated 2 November 2016. Note that due to additional time needed by the Central Securities Depositary (CSD) to prepare relevant information for the Rights Issue program, Letters of Allocation will be tradeable from 7 November 2016 rather than 2 November 2016 as indicated in the Circular.

Further updates will be provided to Shareholders on the progress made in respect of discussions with the other third party referred to in the previous statements to Shareholders.

Accordingly, Shareholders are advised to exercise caution when dealing in the Company’s shares until a further announcement is made.

By order of the Board

Mohamed Osman
Group Finance Director

3 November 2016

Directors:

PHK Kedikilwe, CD Chauhan, EM Dewah, K Jefferis, HW Kampmann, RM Motswaiso, MS Osman