FURNMART LIMITED

Incorporated in the Republic of Botswana Co. 1974/1596 (the “Company”)

PRESS ANNOUNCEMENT

NON ELECTIVE SCRIP DIVIDEND

Furnmart Limited, a leading furniture retailer, is listed on the Botswana Stock Exchange and has operations in Botswana, South Africa, Namibia and Zambia.

Notice is given to Shareholders that the Company intends to seek Shareholder approval for a declaration of a dividend of P122,787,150 which shall be discharged by the non-elective issue to shareholders of shares at a price equal to the 30 day weighted average traded price per share as at 18 May 2011.

Shareholders registered as at the 25 May 2011 shall be entitled to participate in the scrip dividend.

SHARE SPLIT

Notice is given to Shareholders that the Company intends to seek shareholder approval for a split of existing shares including those issued pursuant to the discharge of the scrip dividend on the basis of one existing ordinary share into ten new ordinary shares. Shareholders registered as at the 8 July 2011 shall be entitled to participate in the split.

A circular explaining the non-elective scrip dividend and share split and notice convening an EGM will be sent to shareholders on the 20 May 2011.

Shareholders are therefore advised to exercise caution when dealing in the shares of the Company.

For and on behalf of the board

Sponsoring Broker

J T Mynhardt
Chairman

11 May 2011