



Dear Shareholder

STRATE CHARITY SHARES

Many investors find themselves holding a small quantity of shares that are often more inconvenient than they are worth. This can be the result of, amongst other things, an unbundling, a scheme of arrangement or other corporate action. Following the introduction of Strate in 1998, these holdings cannot be sold until they have been converted to electronic records of ownership.

The cost of conversion to an electronic record of ownership, plus brokerage expenses, can often exceed the market value of the shares. Disposal of the shares is thus frequently not practical, with the result that investors find their portfolios untidy and unwieldy.

As a result, Strate Charity Shares (SCS), a non-profit company, was established in 2002 to raise funds via disposal by shareholders of their odd-lot holdings, for the benefit of various charities. Historically, donations only included equities, but the scheme was expanded in 2015 to also accept the donation of bonds. By the end of 2016, donations to various charities dedicated to helping children exceeded R6 million.

In terms of the SCS initiative, investors may donate their holdings, whether or not they have been converted to an electronic record of ownership, to SCS, which consolidates them, sells them and distributes the proceeds to a variety of good causes.

Significantly, an investor who is a South African taxpayer, obtains a tax deduction under Section 18A of the Income Tax Act for the amount of the donation. Shareholdings, for which share certificates have been lost, may also be donated, as well as unclaimed dividends.

The scheme has the full support of the exchange and benefits from the enthusiastic co-operation of many issuing companies and other concerned institutions. The administration of the scheme has been entrusted to Computershare. Should you be holding bonds or an odd lot of shares and are interested in donating them to charity, the necessary documentation to do so is enclosed with this letter. Provision has been made for you to donate shares in any listed or unlisted company and to donate any unclaimed dividends that the issuing company may hold on your behalf.

Should you have any queries, please do not hesitate to contact the SCS helpline on:

Toll free 0800 202 363 (If outside SA +27 11 870 8207)

E-Mail: charityshares@computershare.co.za



QUESTIONS AND ANSWERS / TERMS AND CONDITIONS

1. What is Strate Charity Shares?

Strate Charity Shares (SCS) is a charity donation plan, which uses the funds from donated shares, unclaimed dividends and bonds to make donations to a wide range of charities.

2. What do I do if I want to donate my shares?

You should complete and SIGN the Donation Request and the Donation Form and return them with your share certificate(s) and an original certified copy of your identity document to Computershare, P O Box 61051, Marshalltown, or Rosebank Towers, 15 Bierman Avenue, Rosebank, 2196. If your share certificate(s) is lost, see Question 4 below.

3. I have dematerialised my shares.

How can I make the donation?

You must instruct your CSD Participant / stockbroker in this regard.

4. What if I can't find my share certificate(s)?

Complete the Indemnity form at the back of this letter and return it, together with your donation form.

5. Will I get any income tax relief?

Registration of the Scheme under Section 18A will enable donors to deduct the value of their gift from their taxable income, subject to a limit of 5% of taxable income. Donors may be issued a receipt in a form acceptable to the South African Revenue Service (SARS) on request.

6. Which charities will benefit?

In determining which charities should benefit from donations the directors are guided by the provisions of Section 18A of the Income Tax. Under this section, donations to charities registered as a Public Benefit Organisation are deductible from taxable income. Donations are ring-fenced for benefit of children. To date, the following charities have been supported by SCS:

- African Children's Feeding Scheme
- Bethany House Trust
- Child Line
- Child Welfare Tshwane
- Cotlands
- Guild Cottage

If you need assistance please call the following toll free number: 0800 202 363

If you are calling outside from South Africa, please dial +27 (0)11 870 8207

Email: charityshares@computershare.co.za

FURTHER TERMS AND CONDITIONS OF THE SHARE DONATION PLAN

1. The terms and conditions governing the Donation Plan are subject to South African Law and are in addition to and not in substitution for all rights of Computershare under South African Common Law.
2. For the avoidance of doubt, the Plan is operated entirely independently of the Company, which accordingly makes no representation in relation thereto and accepts no responsibility and shall not be liable for any loss, cost, damages or expenses arising from the services provided under the Plan.
3. The Plan is an “execution only” postal service operated by Computershare.
4. All stock dealing will be carried out by the appointed stockbroker subject to and in accordance with the rules and directives of the exchange and the Financial Markets Act, 2012. You may not specify the price at which securities will be sold. There can be no guarantee that trades will be effected at the best price of the day, although due care will be taken with every trade.
5. The decision to donate securities is entirely yours. The donation of your securities does not realise any capital gain or loss. Neither Computershare, nor the Company or any of their agents are suggesting any recommendation as to your participation in this programme, nor will they provide financial or taxation advice. If in any doubt you should consult an appropriate independent financial adviser.
6. The Plan is not being offered to residents of any territory where such offers are not permitted by local securities regulations. Any such person receiving the Plan documents should note that they are for information only. It is the responsibility of a shareholder in any jurisdiction to ensure compliance with local law and regulatory requirements. If in any doubt, you should consult an appropriate professional adviser.
7. Instructions under this service may not be withdrawn or amended once dispatched. No telephone, facsimile or limit orders will be accepted.
8. In the event that documentation has been incorrectly completed or where Computershare is unable to obtain clarification of instructions, the documentation will be returned to you at your own risk, without it being actioned. Computershare reserves the right to decline an instruction to deal for any reason.
9. Computershare will not be liable for any consequential loss however caused, or loss in respect of timing of the transaction, unless it results from the fraud, wilful default or negligence of Computershare, its employees or agents. This does not exclude or restrict any obligation owed to you as a customer under Investment Managers Regulatory Organisation (IMRO) rules or under the Financial Markets Act, 2012.
10. Computershare will not accept responsibility for any documentation before it is received, or after it has been dispatched. All documents, whether posted by shareholders or Computershare, will be posted at your own risk.
11. Computershare may, in its absolute discretion, require evidence of identity, which may result in a delay in carrying out any instruction.
12. A shareholder signing the Donation Form under a power of attorney must indicate this fact and enclose the original power of attorney or a completed copy certified by a Commissioner of Oaths or Notary for inspection and return.

DONATION REQUEST

I/We hereby irrevocably appoint Computershare as my/our agent to arrange to donate my shares / cash entitlements / bonds through Strate Charity Shares on my/our behalf, subject to the terms and conditions of the share donation scheme and confirm that I/we have read, understood and agreed the terms and conditions of the programme, contained in the letter from Computershare and in this form.

This request, together with the form overleaf, should be returned in the enclosed envelope with the relevant share certificate(s) to:

Strate Charity Shares, Computershare, P O Box 61051, Marshalltown, 2107

PLEASE TICK THE APPROPRIATE BOX AND SIGN BELOW

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Donation Request (Tick Box and Sign Below) PLEASE DONATE ALL MY/OUR HOLDING OF SHARES/CASH ENTITLEMENTS/BONDS AS SHOWN OVERLEAF.

I/We confirm that I/we am/are entitled or authorised to donate my/our shares / cash entitlements / bonds to Strate Charity Shares free from all liens, charges and other third party rights and authorise any person nominated by Computershare Investor Services (Pty) Ltd for the purpose, in my/our name(s) and/or on my/our behalf, to execute a transfer to give effect to the donation of my/our shares.

I/We authorise Computershare Investor Services (Pty) Ltd (i) to retain my/our share certificate(s) and/or the Lost Share Certificate(s) Declaration and Undertaking enclosed pending the donation of my/our shares; and (ii) to pass on the shares and / or proceeds to STRATE Charity Shares for donation to charity; or (iii) if the donation is not effected, to return the documents to me/us by post at my/our risk.

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Unclaimed Dividends Please donate all my unclaimed dividends or outstanding cash entitlement to Strate Charity Shares. (If you wish to claim your dividends rather than donate them to charity, please send a letter to the Transfer Secretary responsible for managing the Company's share register, claiming your entitlement. This letter must be accompanied by an original certified copy of your identity document).

X

Sole or first named shareholder

X

All other joint shareholders (if any)

PLEASE PROVIDE US WITH ORIGINAL CERTIFIED COPIES OF THE IDENTITY DOCUMENTS

NB: Power of Attorney: Please provide:

- An original certified copy of the Power of Attorney;
- An original certified copy of the identity document of the registered shareholder;
- An original certified copy of your (the agent's) identity document

FOR LOST SHARE CERTIFICATE(S) please SIGN the Lost, Mislaid, Destroyed or Stolen Securities Indemnity Form attached or call 0800 202 363 for further information.

DONATION FORM

Title (Mr/Mrs/Ms/etc.): _____

Surname: _____

First Name: _____

Address: _____

Postal Code: _____

Telephone: _____

No.	Name of Company	Number of Securities Owned Electronically	Number of Securities not yet dematerialized (where applicable. Please provide certificate numbers	If dematerialized, furnish the name of the broker or CSD Participant	Lost share certificates
1					
2					
3					
4					
5					
6					
7					

DONATION REQUEST

Lost, Misplaced, Destroyed or Stolen Securities Indemnity Form.

TO: "The Company and its directors and officers, the Transfer Secretary and Computershare (jointly and severally).

- (I) By signing this Indemnity I/we confirm that neither the relevant share certificate(s) nor the shares represented by it/them has/have been transferred, charged, lent, deposited or dealt with in any manner which would affect the absolute title thereto and that I/we am/are the beneficial owner of these securities.
- (II) In consideration of your registering a transfer pursuant to a donation of the Company's ordinary shares ("shares") through the share donation scheme referred to in the letter from the company without production of the relevant share certificate(s) which has/have been lost, stolen, or destroyed, I/we jointly and severally agree:
- (III) to return immediately to Computershare the relevant share certificate(s) if found hereafter, and this indemnity will continue in force even if the original certificates is/are found; and
- (IV) agree to hold the company, its directors, secretary, officers and employees and its transfer secretaries (hereinafter collectively referred to as "those indemnified") harmless and indemnified against any loss, liability, damages, claim, charge, expense or cost (including legal costs on an attorney and client basis) which may be incurred or sustained by those indemnified by reason of the issue of the aforementioned replacement or as a result of the securities evidenced by the document being inadvertently transferred to any other person at any time;
- (V) if more than one certificate is listed below, then this indemnity shall apply to each individual certificate. This indemnity shall apply even if the number and date of the original certificate(s) is/are not known;
- (VI) that an indemnity fee be may be charged;
- (VII) this indemnity is governed by South African law; and
- (VIII) "the Company" shall mean any Issuer of those shares represented by the relevant share certificates being the subject of any donation;
- (IX) "the Transfer Secretary" shall mean the Transfer Secretary involved in the registration and transfer of the above shares.

****Number of shares represented by lost share certificate(s).**

**OFFICE USE ONLY –
Share Certificate Numbers**

****If no number is inserted into this box you will be deemed to be stating that you are unable to provide share certificate(s) in respect of your total shareholding, less the value of certificates you may have supplied with the Donation Form.**

SIGN THIS BOX ONLY IF YOU HAVE LOST YOUR SHARE CERTIFICATE(S)

All registered holders or their administrators must sign this form. In the case of corporate bodies, signatories should state their representatives' capacities (e.g. Directors of Secretary).	Sole or 1 st named shareholder Sign _____ Date _____ Daytime telephone no: _____	All registered holders or their Sign _____ _____
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