Hosken Consolidated Investments Limited

UNAUDITED GROUP INTERIM RESULTS

FOR THE SIX MONTHS ENDED 30 SEPTEMBER

2012

CORPORATE ADMINISTRATION

DIRECTORS

Executive Directors

Marcel Jonathan Anthony Golding (Chairman)
Block B, Longkloof Studios
Darters Road, Gardens
Cape Town, 8001

John Anthony Copelyn (Chief Executive Officer)
Block B, Longkloof Studios
Darters Road, Gardens
Cape Town, 8001

Theventheran Govindsamy Govender [Kevin]
(Financial Director)
Block B, Longkloof Studios
Darters Road, Gardens
Cape Town, 8001

Non-Executive Directors

Virginia Mary Engel
Block A, Longkloof Studios
Darters Road, Gardens
Cape Town, 8001

Barbara Anne Hogan #
Block B, Longkloof Studios
Darters Road, Gardens
Cape Town, 8001

Mimi Freddie Magugu #
Block B, Longkloof Studios
Darters Road, Gardens
Cape Town, 8001

Dr Lynette Moretlo Molefi #
Block B, Longkloof Studios
Darters Road, Gardens
Cape Town, 8001

Velaphi Elias Mphande
Block B, Longkloof Studios
Darters Road, Gardens
Cape Town, 8001

Jabulani Geffrey Ngcobo #
Block B, Longkloof Studios
Darters Road, Gardens
Cape Town, 8001

Yunis Shaik #
52 Troon Road
Greenside, 2193

Independent

WEBSITE ADDRESS

www.hci.co.za

COMPANY REGISTRATION NUMBER

1973/007111/06

SHARE CODE

HCI ISIN: ZAE000003257

COMPANY SECRETARY AND REGISTERED OFFICE

HCI Managerial Services Proprietary Limited
Block B, Longkloof Studios
Darters Road, Gardens,
Cape Town, 8001

Telephone: (021) 481 7560
Telefax: (021) 426 2777
P O Box 5251
Cape Town, 8000

AUDITORS

PKF (Jhb) Inc
Registration number 1994/001166/21
42 Wierda Road West,
Wierda Valley,
Johannesburg, 2196
Private Bag X10046,
Sandton, 2146

BANKERS

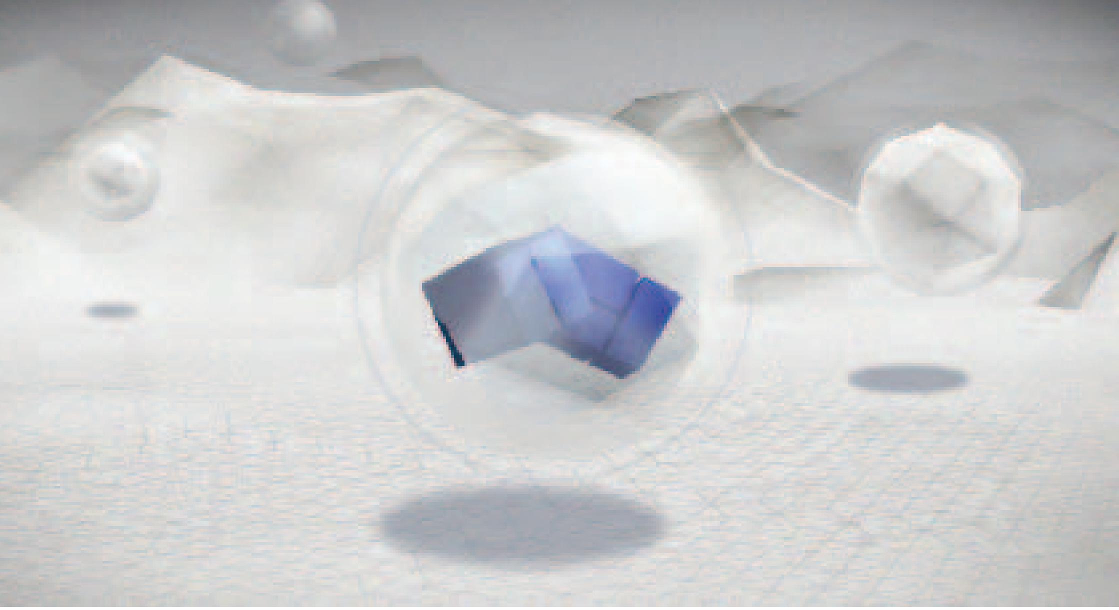
First National Bank of Southern Africa Limited

SPONSOR

Investec Bank Limited
100 Grayston Drive
Sandton, Sandown, 2196

TRANSFER SECRETARIES

Computershare Investor Services Proprietary Limited
70 Marshall Street
Johannesburg, 2001
PO Box 61051,
Marshalltown, 2107



21,2%

INCREASE IN PROFIT BEFORE TAX

33,5%

INCREASE IN EARNINGS PER SHARE

38,7%

INCREASE IN HEADLINE EARNINGS PER SHARE

ABRIDGED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	30 September 2012 (unaudited) R'000	30 September* 2011 (unaudited) R'000	31 March 2012 (audited) R'000
ASSETS			
Non-current assets	**14 487 840**	13 646 067	13 854 788
Property, plant and equipment	**3 071 353**	2 909 316	2 932 761
Investment properties	**698 640**	626 395	557 886
Goodwill	**159 332**	178 894	157 796
Interest in associates and joint ventures	**9 493 094**	8 445 206	9 235 179
Other financial assets	**136 075**	429 212	105 869
Intangibles	**758 530**	754 928	701 348
Deferred taxation	**72 357**	208 147	67 928
Operating lease equalisation asset	**8 392**	7 037	8 258
Long-term receivables	**90 067**	86 932	87 763
Current assets	**3 523 997**	2 872 945	3 285 616
Other	**2 752 956**	2 495 763	2 564 166
Bank balances and deposits	**771 041**	377 182	721 450
Non-current assets held for sale	**5 280**	24 629	15 288
Total assets	**18 017 117**	16 543 641	17 155 692
EQUITY AND LIABILITIES			
Equity	**13 352 531**	11 823 742	12 836 030
Equity attributable to equity holders of the parent	**12 037 076**	10 999 404	11 777 703
Non-controlling interest	**1 315 455**	824 338	1 058 327
Non current liabilities	**1 512 299**	2 416 003	1 592 601
Deferred taxation	**106 098**	115 124	97 898
Long-term borrowings	**1 182 418**	2 117 419	1 275 373
Operating lease equalisation liability	**1 972**	1 902	1 808
Other	**221 811**	181 558	217 522
Current liabilities	**3 148 518**	2 296 228	2 721 263
Non-current liabilities held for sale	**3 769**	7 668	5 798
Total equity and liabilities	**18 017 117**	16 543 641	17 155 692
Net asset carrying value per share (cents)	**9 637**	8 649	9 259

* Restated

ABRIDGED CONSOLIDATED INCOME STATEMENT

	% change	30 September 2012 (unaudited) R'000	30 September 2011 (unaudited) R'000	31 March 2012 (audited) R'000
Revenue		**3 607 936**	3 510 221	7 092 277
Net gaming win		**327 067**	241 559	519 396
Income	5%	**3 935 003**	3 751 780	7 611 673
Expenses		**(3 199 038)**	(3 032 364)	(6 109 766)
EBITDA	2%	**735 965**	719 416	1 501 907
Depreciation and amortisation		**(217 262)**	(186 660)	(376 088)
Operating profit		**518 703**	532 756	1 125 819
Investment income		**24 599**	26 694	59 694
Finance costs		**(87 458)**	(102 287)	(193 845)
Share of profits of associates and joint ventures		**320 885**	197 709	697 127
Gain on bargain purchase		**-**	-	107 659
Investment surplus		**25 954**	16 851	162 203
Fair value adjustments of investment properties		**-**	-	(47 736)
Impairment reversals		**-**	192	20 365
Asset impairments		**-**	-	(54 652)
Fair value adjustments of financial instruments		**899**	(9 629)	75 768
Impairment of goodwill and investments		**(757)**	-	(27 712)
Profit before taxation	21%	**802 825**	662 286	1 924 690
Taxation		**(138 821)**	(153 506)	(466 583)
Profit for the period from continuing operations	31%	**664 004**	508 780	1 458 107
Discontinued operations		**(1 527)**	(8 966)	(20 277)
Profit for the period	33%	**662 477**	499 814	1 437 830
Attributable to:				
Equity holders of the parent	34%	**548 676**	408 503	1 217 978
Non-controlling interest		**113 801**	91 311	219 852
		662 477	499 814	1 437 830

RECONCILIATION OF HEADLINE EARNINGS

	%	Unaudited six months ended				Audited year ended	
		30 September 2012		30 September 2011		31 March 2012	
	%	**Gross**	**Net**	Gross	Net	Gross	Net
	change	**R'000**	**R'000**	R'000	R'000	R'000	R'000
Earnings attributable to equity holders of the parent	34%		**548 676**		408 503		1 217 978
IAS 16 gains on disposal of property		**-**	**-**	-	-	(75 336)	(53 463)
IAS 16 gains on disposal of plant and equipment		**(1 797)**	**(1 674)**	(9 024)	(7 937)	(9 878)	(8 875)
IAS 16 impairment of plant and equipment		**-**	**-**	-	-	53 542	47 488
IAS 38 impairment of intangible assets		**-**	**-**	-	-	7 609	7 575
IFRS 3 impairment of goodwill		**757**	**545**	-	-	27 712	24 704
IFRS 3 gain on bargain purchase		**-**	**-**	-	-	(107 659)	(85 655)
IAS 28 gain on disposal of associates		**(25 954)**	**(25 954)**	-	-	-	-
IAS 36 reversal of impairments		**-**	**-**	(808)	(589)	(20 365)	(15 903)
IAS 27 profit from disposal / part disposal of subsidiary		**-**	**-**	(16 851)	(14 492)	(86 867)	(74 706)
IAS 40 fair value adjustment to investment property		**-**	**-**	-	-	47 736	38 122
Re- measurements included in equity- accounted earnings of associates and joint ventures		**9 865**	**9 709**	(4 753)	(4 747)	(77 429)	(77 100)
Headline profit	40%		**531 302**		380 738		1 020 165

	% change	30 September 2012	30 September 2011	31 March 2012
Basic earnings per share (cents)				
Earnings	33%	**428.93**	321.35	957.91
Continuing operations		**429.84**	326.52	973.86
Discontinued operations		**(0.91)**	(5.17)	(15.95)
Headline earnings	39%	**415.35**	299.51	802.33
Continuing operations		**416.26**	305.04	813.68
Discontinued operations		**(0.91)**	(5.53)	(11.35)
Weighted average number of shares in issue ('000)		**127 916**	127 118	127 149
Actual number of shares in issue at end of period (net of treasury shares) ('000)		**124 908**	127 177	127 198
Diluted earnings per share (cents)				
Earnings	34%	**418.54**	311.25	927.63
Continuing operations		**419.43**	316.26	943.07
Discontinued operations		**(0.89)**	(5.01)	(15.44)
Headline earnings	40%	**405.28**	290.10	776.97
Continuing operations		**406.17**	295.45	787.96
Discontinued operations		**(0.89)**	(5.35)	(10.99)
Weighted average number of shares in issue ('000)		**131 095**	131 245	131 300

ABRIDGED CONSOLIDATED STATEMENT OF OTHER COMPREHENSIVE INCOME

	30 September 2012 (unaudited) R'000	30 September 2011 (unaudited) R'000	31 March 2012 (audited) R'000
Profit for the period	**662 477**	499 814	1 437 830
Other comprehensive income:			
Foreign currency translation differences	**87 417**	169 913	150 977
Cash flow hedge reserve	**(16 947)**	(13 629)	(8 411)
Asset revaluation reserve	**-**	-	(4 360)
Total comprehensive income	**732 947**	656 098	1 576 036
Attributable to:			
Equity holders of the parent	**617 606**	557 306	1 349 708
Non-controlling interest	**115 341**	98 792	226 328
	732 947	656 098	1 576 036

ABRIDGED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	30 September 2012 (unaudited) R'000	30 September* 2011 (unaudited) R'000	31 March 2012 (audited) R'000
Balance as restated at beginning of period	**12 836 030**	11 226 344	11 226 344
Balance as previously stated	**12 836 030**	11 231 849	11 226 344
Adjustment	**-**	(5 505)	-
Share capital and premium			
Treasury shares released	**66 915**	5 031	6 154
Current operations			
Total comprehensive income	**732 947**	656 098	1 576 036
Equity settled share-based payments	**9 247**	5 363	14 940
Non-controlling interest on acquisition of subsidiaries	**-**	-	160 350
Disposal of subsidiary	**-**	-	(497)
Effects of changes in holding	**(27 632)**	12 747	10 865
Dividends	**(264 976)**	(81 841)	(158 162)
Balance at end of period	**13 352 531**	11 823 742	12 836 030

* Restated

ABRIDGED CONSOLIDATED CASH FLOW STATEMENT

	30 September 2012 (unaudited) R'000	30 September 2011 (unaudited) R'000	31 March 2012 (audited) R'000
Cashflows from operating activities	**219 668**	288 530	687 563
Cashflows from investing activities	**(468 325)**	(595 251)	(430 244)
Cashflows from financing activities	**213 414**	8 645	(345 337)
Decrease in cash and cash equivalents	**(35 243)**	(298 076)	(88 018)
Cash and cash equivalents			
At beginning of period	**253 141**	308 241	308 241
Foreign exchange differences	**15 822**	13 193	32 918
At end of period	**233 720**	23 358	253 141
Bank balances and deposits	**771 041**	377 182	721 450
Bank overdrafts	**(537 321)**	(353 824)	(468 309)
Cash and cash equivalents	**233 720**	23 358	253 141

SEGMENTAL ANALYSIS

	Unaudited six months ended				Audited year ended	
	30 September 2012		30 September 2011		31 March 2012	
	Revenue	**Net gaming win**	Revenue	Net gaming win	Revenue	Net gaming win
	R'000	**R'000**	R'000	R'000	R'000	R'000
Media and broadcasting	**1 079 333**	**-**	931 627	-	1 915 134	-
Limited payout gaming	**4 351**	**252 651**	3 300	196 065	6 982	417 982
Information technology	**155 311**	**-**	183 410	-	326 348	-
Transport	**570 610**	**-**	519 647	-	1 021 412	-
Vehicle component manufacture	**173 563**	**-**	241 131	-	455 578	-
Properties	**28 974**	**-**	37 803	-	78 289	-
Mining	**271 840**	**-**	244 800	-	513 012	-
Natural gas	**113 768**	**-**	133 866	-	257 022	-
Clothing and textile	**1 199 283**	**-**	1 207 947	-	2 506 794	-
Other	**10 903**	**74 416**	6 690	45 494	11 706	101 414
Total	**3 607 936**	**327 067**	3 510 221	241 559	7 092 277	519 396

EBITDA

	Unaudited six months ended		Audited year ended
	30 September 2012	30 September 2011	31 March 2012
	R'000	R'000	R'000
Media and broadcasting	**440 338**	396 000	765 748
Limited payout gaming	**85 469**	65 897	137 784
Information technology	**48 403**	37 065	60 034
Transport	**104 483**	100 069	199 331
Vehicle component manufacture	**4 292**	9 044	21 409
Properties	**10 371**	8 208	22 334
Mining	**40 609**	42 333	75 962
Natural gas	**(304)**	38 464	55 294
Clothing and textile	**45 864**	46 975	233 145
Other	**(43 560)**	(24 639)	(69 134)
Total	**735 965**	719 416	1 501 907

SEGMENTAL ANALYSIS

	Profit before tax		
	Unaudited six months ended		Audited year ended
	30 September	30 September	31 March
	2012	2011	2012
	R'000	R'000	R'000
Media and broadcasting	**355 190**	332 476	639 181
Limited payout gaming	**51 192**	42 932	85 950
Casino gaming and hotels	**307 901**	228 378	708 895
Information technology	**42 536**	30 659	47 288
Transport	**68 290**	66 676	129 988
Vehicle component manufacture	**(5 074)**	(3 657)	(19 210)
Beverages	**(16 305)**	(4 656)	(6 883)
Properties	**9 748**	(5 398)	66 922
Mining	**29 564**	19 503	42 469
Natural gas	**(47 245)**	1 017	(74 165)
Clothing and textile	**3 586**	11 961	149 327
Other	**3 442**	(57 605)	154 928
Total	**802 825**	662 286	1 924 690

	Headline earnings		
	Unaudited six months ended		Audited year ended
	30 September	30 September	31 March
	2012	2011	2012
	R'000	R'000	R'000
Media and broadcasting	**154 910**	148 536	282 056
Limited payout gaming	**34 829**	35 135	64 157
Casino gaming and hotels	**316 485**	226 130	632 204
Information technology	**15 709**	10 404	15 889
Transport	**50 977**	49 264	100 120
Vehicle component manufacture	**(2 638)**	(3 712)	5 044
Beverages	**(13 576)**	(8 170)	(10 444)
Properties	**7 016**	(24 092)	(1 077)
Mining	**22 270**	19 351	51 722
Natural gas	**(48 864)**	(5 842)	(175 210)
Clothing and textile	**2 001**	1 273	110 889
Other	**(7 817)**	(67 539)	(55 185)
Total	**531 302**	380 738	1 020 165

NOTES TO THE UNAUDITED ABRIDGED CONSOLIDATED FINANCIAL STATEMENTS

BASIS OF PREPARATION AND ACCOUNTING POLICIES

The results for the six months ended 30 September 2012 have been prepared in accordance with International Financial Reporting Standards ("IFRS"), the disclosure requirements of IAS 34, the AC 500 series of interpretations as issued by the Accounting Practices Board ("APB"), the requirements of the South African Companies Act, 2008, and the Listings Requirements of the JSE Limited. The accounting policies of the group are consistent with those applied for the year ended 31 March 2012. As required by the JSE Limited Listings Requirements, the Group reports headline earnings in accordance with Circular 3/2012: Headline Earnings as issued by the South African Institute of Chartered Accountants.

The comparative results of a previous subsidiary and current associate, Tsogo Sun Holdings Limited ("TSH"), have been restated as follows:

In terms of IAS 19: Employee Benefits, a provision of R88 million relating to long service awards was recognised retrospectively in the statement of financial position of TSH as at 31 March 2011 for the reporting period ended 31 March 2012.

The impact of this restatement on the results presented by HCI for the six months ended 30 September 2012 is that opening equity attributable to equity holders of the parent has been decreased by R5.5 million in the prior corresponding reporting period.

These financial statements were prepared under the supervision of the financial director, Mr T.G. Govender, B.Compt (Hons).

DISCONTINUED OPERATIONS AND NON-CURRENT ASSETS HELD FOR SALE

Discontinued operations as disclosed in the group income statement for the period under review relate to the following:

- the door module and pulley division of Formex Industries Proprietary Limited; and
- certain clothing divisions of Seardel Investment Corporation Limited.

The non-current assets held for sale, as disclosed in the group statement of financial position, relate to the following:

- the remaining assets of the pulley division of Formex, the operations of which had ceased in the year to March 2010; and
- certain assets of the Seardel group which have been committed to being disposed of following the closure of the related divisions.

Comparative figures in the group income statement have been restated to reflect any changes to the above.

RESULTS

Group income statement

The group results reflect an overall increase of 40% in headline earnings when compared to the prior comparative period. Basic earnings attributable to HCI shareholders increased by 34%.

Group income has grown by 4.9% when compared to the prior period. Significant increases were recorded in media and broadcasting mainly due to continued subscription revenue growth (up 16%), with notable increased contributions from mining (up 11%), limited payout gaming (up 29%) and transport (up 9.8%). Decreases were recorded in information technology (15%), vehicle component manufacture (28%) and natural gas (15%) reflecting the difficult trading conditions in these industries.

Despite notable increases in EBITDA from media and broadcasting and limited payout gaming, decreases in EBITDA recorded by vehicle component manufacture and natural gas resulted in group EBITDA growing by 2% when compared to the prior period. Natural gas was severely affected by the decline in commodity prices during this period (down 100%). Mining was also negatively affected by the recent labour unrest and transport strikes resulting in delays in the supply of coal to Eskom.

NOTES TO THE UNAUDITED ABRIDGED CONSOLIDATED FINANCIAL STATEMENTS

Profit from associates and joint ventures for the period comprises mainly the share of the group's equity-accounted earnings of its 41,4% interest in Tsogo Sun Holdings Limited which itself recorded growth in headline profits of 39% when compared to the prior period.

Investment surplus comprises of the profit on the disposal of the interest in African Unity Insurance.

Segmental Results

Media and broadcasting recorded a modest 4% growth in headline profits when compared to the prior period. During the period under review, HCI increased its interest in the offshore media holding company Longkloof Limited from 64% to 80%. Longkloof presently holds many start up businesses which recorded losses of R20 million (2011: R6 million). Accordingly the growth in headline profits in this sector have been somewhat reduced due to the increased portion of these start up losses.

Limited payout gaming continues to perform well, recording good growth in EBITDA and headline profits. The comparative headline profit of R35 million excluded R11.8 million of holding company interest which was eliminated on consolidation whilst the current year figure of R34.8 million is net of interest on bank borrowings.

Headline profits for casino gaming is up 39% in comparison to the prior period due to the improved earnings from the Tsogo Sun Group.

Natural gas recorded increased headline losses for the period mainly due to the weak commodity prices and the weakening of the R/$ exchange rate resulting in larger losses being translated.

Mining recorded a higher increase in profit before tax (53%) than in headline earnings (15%) in comparison to the prior period due to an increased deferred tax charge of R7 million.

Beverages represents the group's share of its equity accounted headline losses from its liquor company, KWV.

Properties' headline earnings included an effective R45 million expense in the prior period, that related to the settlement of a dispute with SARS, and net rental income relating to the Pan African Parliament building on the Gallagher Estate premises, both of which have not been included in the current period's result.

Group Statement of Financial Position and Cash Flow

The group's overall financial position remains strong with the major businesses still generating strong cash flows.

Group long-term borrowings at 30 September 2012 comprise borrowings of R346 million at head office level and R836 million in operating subsidiaries. Included in current liabilities is R240 million of preference share debt and R360 million of short term facilities at head office level that is in the process of being refinanced into longer-term borrowings.

Cash flow from operating activities shows a decrease compared to the prior corresponding period predominantly due to the investment of R104 million in programming rights by the group's media interests in the period under review. The group invested R409 million in property, plant and equipment, R67 million in distribution rights and other intangible assets and R195 million in new and existing investments during the period under review. Also included in cash flow from investing activities is the dividend of R182 million received from Tsogo Sun Holdings. Funding was raised in the group's transport, property and media interests.

COMMENTARY

PROFITABILITY

The overall improvement in headline earnings of the group to R531 million for the six-month period under review (2011: R380 million) is pleasing. Increased contributions to headline earnings from Tsogo Sun, as a result of an increase in gaming win as well as hotel occupancies, and our media assets, predominantly through higher advertising and subscription revenue, were well supported by the results of HCI Coal and Vukani Gaming. Both these assets have increased their underlying profitability in the current period and are significant generators of cash for the group. New developments by Galaxy Bingo have been successful to date and the company has reported its first headline profit since being acquired by the group. Our investment in Australia also produced its first headline profit after the reverse acquisition of Oceania Capital Partners in February of this year. Your directors remain confident in the underlying quality of these assets and their prospects going forward.

Our difficulties with turnarounds in Seardel, Formex and KWV have not yet resulted in positive earnings coming through, though we are confident Seardel is well on track for that to happen in future periods. Turnaround activity at KWV remains at a high input level and we are happy with the progress to date despite the losses the company has shown in the current period.

Progress at Formex has been disappointing and we have brought in the management team at Seardel to assist, given their experience with operating manufacturing plants with tight margins and powerful customers.

Montauk's results largely followed the very low commodity prices for natural gas in the USA in the period under review. Nevertheless, the forward curve on NYMEX continues to tick steadily upwards over the next two years and Montauk should not experience results as poor as the current period going forward.

LABOUR ISSUES

South Africa has experienced quite volatile conditions in relation to labour disputes in the period under review. While the group is a large employer of labour and operates across a large number of industries, it weathered a difficult period with little disruption from its own staff. Strike action was limited to a partial stay away from work in the home textiles area, affecting a few hundred workers. While this affected the performance of that business unit for the period under review, it is not expected to have any ongoing negative effect. In relation to the group's performance overall, this was insignificant.

The transport strike disrupted our supply of coal to Eskom during September, which had some effect on our half year results for the coal mining operation but we have already caught up a significant portion of this interruption in the flow of coal and do not expect the full year's results to show any adverse effect. Likewise, we had fears that delivery of our first significant export order at Seardel might be delayed by the backlogs that developed at the port, but managed to bypass the problem without incident.

LISTING OF NIVEUS

During the period under review we successfully listed Niveus Investments Limited as a separate company holding non-casino gaming assets and the group's interest in the liquor company, KWV. This listing was achieved by the group disposing of 45% of Niveus to HCI shareholders in exchange for buying back and cancelling approximately 4 million HCI shares. The share has performed strongly on the exchange, rising from R7,68 to above R11 a share currently. This gives a sense of the correctness of our decision to allow the market direct access to these smaller companies in HCI that appeared somewhat hidden in the larger mix of assets held. HCI continues to hold 55% of Niveus.

COMMENTARY

INVESTMENT ACTIVITY

We increased our consolidated holding in KWV somewhat, raising our stake to just below 40%. Likewise, Tsogo Sun continued to clean up minorities in the Suncoast Casino and is currently making an offer to buy out all minorities remaining there. It also purchased the Southern Sun Hyde Park hotel. Our media subsidiary rebranded the eNews channel as eNCA so as to allow it an international footprint and launched eNCA on the Sky bouquet out of London. HCI's property division started building two new shopping malls at The Point (Cape Town) and at a newly acquired property in Upington. Seardel likewise commenced the development of its industrial property at Mobeni (Durban). These developments are for rent to tenants outside the group. Vukani Gaming opened its doors in Swaziland. Apart from completing upgrades to its facilities in Gauteng, Galaxy Bingo has opened new premises in Amanzimtoti. HCI Coal has issued tenders to complete capital developments required at Mbali mine, which should come into operation from April next year. Montauk is likewise in the process of constructing a 5 megawatt electric facility at its landfill site at AEL in Tulsa which should come on line about the same time.

CHANGES IN DIRECTORATE

During the period under review, Ms B Hogan was appointed to the board of HCI as an independent non-executive director with effect from 29 August 2012.

DIVIDEND TO SHAREHOLDERS

The directors of HCI have resolved to declare ordinary dividend number 46 of 24 cents (gross) per HCI share. The salient dates for the payment of the dividend are as follows:

Last day to trade cum dividend	Friday, 7 December 2012
Commence trading ex dividend	Monday, 10 December 2012
Record date	Friday, 14 December 2012
Payment date	Tuesday, 18 December 2012

No share certificates may be dematerialised or rematerialised between Monday, 10 December 2012 and Friday, 14 December 2012, both dates inclusive.

In terms of the new Dividends Tax ("DT") effective 1 April 2012, the following additional information is disclosed:

- The local DT rate is 15%.
- The total STC credits utilised as part of this declaration amount to R30 946 531.20.
- The number of ordinary shares in issue at the date of this declaration is 128 943 880.
- The total STC credits utilised per share amount to 24 cents per share.
- The dividend to utilise for determining the DT due is Nil cents per share.
- The DT amounts to Nil cents per share.
- The net local dividend amount is 24 cents per share for all shareholders who are not exempt from the DT.
- Hosken Consolidated Investments Limited's income tax reference number is 9050/177/71/7.

In terms of the DT legislation, any DT amount due will be withheld and paid over to the South African Revenue Service by a nominee company, stockbroker or Central Securities Depository Participant (collectively "regulated intermediary") on behalf of shareholders. All shareholders should declare their status to their regulated intermediary as they may qualify for a reduced DT rate or exemption in future.

For and on behalf of the board of directors

MJA Golding
Executive Chairman

JA Copelyn
Chief Executive Officer

Cape Town
19 November 2012

Tsogo Sun Holdings

Vukani Gaming Corporation

Galaxy Bingo

e.tv

Yired

e sat.tv Communications

Golden Arrow Bus Service

Montauk Energy Capital

HCI Coal

Gallagher

Seardel Investment Corporation

KWV Holdings

Formex Engineering

Syntell

Limtech Biometric Solutions

Niveus Investments

Business Systems Group (Africa)

FSC PRINTED ON ENVIRONMENTALLY FRIENDLY PAPER FROM A FSC ACCREDITED MILL