

Capital Appreciation Limited

Incorporated in the Republic of South Africa

(Registration number 2014/253277/06)

Tax number 9591281176

JSE Share Code: CTA

ISIN: ZAE000208245

("CAPPREC" and/or "the Group")

GENERAL REPURCHASE OF SHARES

1. INTRODUCTION

The board of directors of CAPPREC ("Board"), in term of paragraph 11.27 of the Listings Requirements of the JSE Ltd ("JSE"), hereby advises, that its wholly owned subsidiary CAPPREC Management Services (Pty) Limited, (subsidiary), in accordance with the general authority granted by shareholders at CAPPREC's annual general meeting held on 10 August 2017 ("General Authority"), has cumulatively repurchased from shareholders, through the order book operated by the JSE, and in a series of unrelated transactions without any prior understanding or arrangement between CAPPREC and these shareholders, 47,114,000 ordinary shares ("Shares") in the aggregate, representing 3.03% of CAPPREC's issued share capital ("Repurchase").

The Group subsidiary reached the 3% repurchase threshold, provided for in the Listings Requirements of the JSE, on 2 February 2018, hence requiring the publication of this announcement.

2. DETAILS OF THE REPURCHASE

Details of the Repurchase are as follows:

Dates of Repurchase: Commenced from, 5 September 2017 to 2 February 2018

Highest purchase price per share:	79 cents
Lowest repurchase price per Share:	62 cents
Number of Shares repurchased:	47,114,000
Total value of shares repurchased	R34,627,551
The number of Shares which may still be repurchased by the Company in terms of the General Authority:	108,386,000
The percentage of Shares which may still be repurchased by the Company in terms of the General Authority:	6.97%
Total Shares in issue:	1,555,000,000
Number of treasury shares held <u>post the Repurchase</u> :	47,114,000

3. STATEMENT BY THE BOARD

The Board has considered the effect of the Repurchase and is of the opinion that, for a period of 12 months following the date of the Repurchase:

- CAPPREC and its subsidiaries (the “group”) will be able in the ordinary course of business to pay its debts;
- the assets of CAPPREC and the group will be in excess of its liabilities. For this purpose, the assets and liabilities were recognised and measured in accordance with the accounting policies used in the latest audited annual group financial statements;
- the share capital and reserves of CAPPREC and the group will be adequate for ordinary business purposes;
- the working capital of CAPPREC and the group will be adequate for ordinary business purposes; and
- CAPPREC and the group have passed the solvency and liquidity test and since the test was performed, there have been no material changes to the financial position of the group.

4. SOURCE OF FUNDS

The Repurchase was funded from CAPPREC’s available cash resources.

5. FINANCIAL INFORMATION

CAPPREC’s cash balances decreased by R 34,6 million as a result of the Repurchase. As at the date hereof, the CAPPREC group has remaining cash resources amounting to R560,9 million.

6. COMPLIANCE WITH PARAGRAPH 5.72 OF THE LISTINGS REQUIREMENTS

The Repurchase was effected through the order book operated by the JSE and done without any prior understanding or arrangement between CAPPREC and the counter parties. The Repurchase was not effected during any prohibited period and was not effected in terms of a repurchase programme. Accordingly, CAPPREC and the group has complied with paragraph 5.72 (a) of the Listings Requirements of the JSE.

Johannesburg
5 February 2018

Sponsor
Investec Bank Limited