

23 October 2018

Dear Shareholder

UPDATE ON THE SALE OF SALAMANDER SHARE BLOCK LTD

As you are aware, Salamander Share Block Ltd is in the process of being sold. Sales unfortunately were not as brisk as anticipated. The Board of Directors was initially of the opinion that the resort would be sold within 6 to 8 months of being put on the market. This, unfortunately, did not materialise. At present, only 4 of the 12 units - being, A1, B4, C7 and D10 - have been sold for a total of R11.4 million, which is being kept in a separate, interest-bearing trust account.

Salamander being a Shareblock company, the law requires that all units must be sold and all creditors settled, before a distribution of funds can take place, as a different numbers of shares are allocated to individual weeks and dividends are paid accordingly.

The Board of Directors however, will reconsider the distribution after the December school holidays, during which we are hoping to sell more of the units. The Board will, as a possibility in January 2019, consider an interim distribution of the funds held in trust.

Shareholders of Units A2, A3, B5, B6, C8, C9, D11 and D12 are still required to pay their levies, which will allow them to occupy their individual weeks. Should one of these units subsequently be sold, those Shareholders who have paid their levies, will be refunded before a dividend is declared.

Yours sincerely


JJ Jordaan
Director
First Resorts and Hotel Management (Pty) Ltd

Directors: SE Lamont, JJ Jordaan, JH Jordaan

