

**MEMORANDUM OF INCORPORATION**

OF

**SEPHAKU HOLDINGS LIMITED**

**A PUBLIC COMPANY**

**REGISTRATION NUMBER: 2005/003306/06**

**REGISTRATION DATE: 3 FEBRUARY 2005**

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## **SCHEDULES**

### **SCHEDULE 1: CLASSES OF SHARES**

## 1 INTERPRETATION

1.1 In this Memorandum of Incorporation, unless the context clearly indicates a contrary intention, the following words and expressions bear the meanings assigned to them and cognate expressions bear corresponding meanings:

1.1.1 "**Act**" means the Companies Act, 2008, as amended, consolidated or re-enacted from time to time, and includes all schedules to such Act;

1.1.2 "**Board**" means the board of directors of the Company from time to time;

1.1.3 "**Certificated Securities**" means Securities issued by the Company that are not Uncertificated Securities;

1.1.4 "**Central Securities Depository**" has the meaning set out in section 1 of the Securities Services Act;

1.1.5 "**CIPC**" means the Companies and Intellectual Property Commission established by section 185;

1.1.6 "**Companies Tribunal**" means the Companies Tribunal established by section 193;

1.1.7 "**Company**" means Sephaku Holdings Limited;

1.1.8 "**Director**" means a member of the Board as contemplated in section 66, or an alternate director, and includes any person occupying the position of a director or alternate director, by whatever name designated;

1.1.9 "**Electronic Communication**" has the meaning set out in section 1 of the Electronic Communications and Transactions Act, 2002;

1.1.10 "**IFRS**" means the International Financial Reporting Standards, as adopted from time to time by the Board of the International Accounting Standards Committee, or its successor body, and approved for use in South Africa from time to time by the Financial Reporting Standards Council established in terms of section 203;

1.1.11 "**JSE**" means the exchange, licensed under the Security Services Act,

operated by JSE Limited), a public limited liability company duly incorporated in accordance with the company laws of South Africa under registration number 2005/022939/06;

- 1.1.12 **"JSE Listings Requirements"** means the Listings Requirements of the JSE applicable from time to time;
- 1.1.13 **"Memorandum of Incorporation"** means this document including all schedules, annexures and/or enclosures hereto;
- 1.1.14 **"Odd-lot"** means as a total shareholding of less than 100 Securities or 100 or more Securities (as stipulated by the JSE from time to time in the JSE Listings Requirements), provided that it can be illustrated to the JSE that the cost associated with a holder disposing of such number of shares is equal to or exceeds the total value of such number of Securities;
- 1.1.15 **"Participant"** has the meaning set out in section 1 of the Securities Services Act;
- 1.1.16 **"Prescribed Officer"** has the meaning attributable thereto in section 1;
- 1.1.17 **"Regulations"** means the regulations published in terms of the Act from time to time;
- 1.1.18 **"Schedule 1"** means the first schedule attached to and forming part of this Memorandum of Incorporation setting out the number of ordinary Shares;
- 1.1.19 **"Securities"** means:
  - 1.1.19.1 any shares (including without being limited to the Shares), notes, bonds, debentures or other instruments, irrespective of their form or title, issued, or authorised to be issued, by the Company; or
  - 1.1.19.2 anything falling within the meaning of "securities" as set out in section 1 of the Securities Services Act;
- 1.1.20 **"Securities Register"** means the register of issued Securities of the

Company required to be established in terms of section 50(1) and referred to in clause 10 hereof;

- 1.1.21 **"Securities Services Act"** means the Securities Services Act, 2004, including any amendment, consolidation or re-enactment thereof;
  - 1.1.22 **"SENS"** means the Stock Exchange News Service established and operated by the Listings Division of the JSE;
  - 1.1.23 **"Share"** means one of the units into which the proprietary interest in the Company is divided;
  - 1.1.24 **"Shareholder"** means the holder of a Share who is entered as such in the Securities Register, subject to the provisions of section 57;
  - 1.1.25 **"Solvency and Liquidity Test"** has the meaning attributed thereto in section 4;
  - 1.1.26 **"South Africa"** means the Republic of South Africa;
  - 1.1.27 **"Sub-register"** means the record of Uncertificated Securities administered and maintained by a Participant, which forms part of the Securities Register in terms of the Act;
  - 1.1.28 **"Uncertificated Securities"** means any "securities" defined as such in section 29 of the Securities Services Act; and
  - 1.1.29 **"Uncertificated Securities Register"** means the record of uncertificated securities administered and maintained by a Participant or Central Securities Depository, as determined in accordance with the rules of the Central Securities Depository, and which forms part of the Securities Register.
- 1.2 In this Memorandum of Incorporation, unless the context clearly indicates otherwise:
- 1.2.1 words and expressions defined in the Act and which are not defined herein shall have the meanings given to them in the Act;
  - 1.2.2 a reference to the Act shall include reference to the Regulations;

- 1.2.3 a reference to a section by number refers to the corresponding section of the Act;
- 1.2.4 a reference to a clause by number refers to a corresponding provision of this Memorandum of Incorporation;
- 1.2.5 in any instance where there is a conflict between a provision (be it expressed, implied or tacit) of this Memorandum of Incorporation and:
  - 1.2.5.1 a provision of any agreement entered into between Shareholders as contemplated in section 15(7), the provision of this Memorandum of Incorporation shall prevail to the extent of the conflict;
  - 1.2.5.2 an alterable or elective provision of the Act, the provision of this Memorandum of Incorporation shall prevail to the extent of the conflict and to the extent that such alterable or elective provision of the Act expressly allows for the Company to adopt the conflicting provision; and
  - 1.2.5.3 an unalterable provision of the Act, subject to the provisions of clause 1.2.5.4, the unalterable provision of the Act shall prevail to the extent of the conflict unless the Memorandum of Incorporation imposes on the Company a higher standard, greater restriction, longer period of time or similarly more onerous requirement, in which event the relevant provision of this Memorandum of Incorporation shall prevail to the extent of the conflict;
  - 1.2.5.4 an unalterable provision of the Act amended after the date of adoption of this Memorandum of Incorporation or any amendment of the relevant provision of this Memorandum of Incorporation, the amended unalterable provision of the Act shall prevail to the extent of the conflict;
  - 1.2.5.5 an exemption granted by the Companies Tribunal to the Company in terms of section 6(2) from any prohibition or requirement established by or in terms of an unalterable provision of the Act, the exemption shall prevail to the extent of the conflict;

- 1.2.6 clause headings are for convenience only and are not to be used in its interpretation;
- 1.2.7 an expression which denotes:
  - 1.2.7.1 any gender includes the other genders;
  - 1.2.7.2 a natural person includes a juristic person and *vice versa*; and
  - 1.2.7.3 the singular includes the plural and *vice versa*;
- 1.2.8 if the due date for performance of any obligation in terms of this Memorandum of Incorporation is a day which is not a business day then (unless otherwise stipulated), the due date for performance of the relevant obligation shall be the immediately succeeding business day;
- 1.2.9 any words or expressions defined in any clause shall, unless the application of any such word or expression is specifically limited to that clause, bear the meaning assigned to such word or expression throughout the whole of this Memorandum of Incorporation;
- 1.2.10 any reference to a notice shall be construed as a reference to a written notice, and shall include a notice which is transmitted electronically in a manner and form permitted in terms of the Act and/or the Regulations.
- 1.3 Any reference in this Memorandum of Incorporation to:
  - 1.3.1 "**days**" shall be construed as calendar days unless qualified by the word "business", in which instance a "business day" will be any day other than a Saturday, Sunday or public holiday as gazetted by the government of South Africa from time to time;
  - 1.3.2 "**law**" means any law of general application, as amended and re-enacted from time to time, and includes the common law and any statute, constitution, decree, treaty, regulation, directive, ordinance, by-law, order or any other enactment of legislative measure of government (including local and provincial government) statutory or regulatory body which has the force of law; and



- 1.3.3 **"writing"** means legible writing and includes printing, typewriting, lithography or any other mechanical process, as well as any electronic communication in a manner and a form permitted in terms of the Act and/or the Regulations.
- 1.4 The words **"include"** and **"including"** mean "include without limitation" and "including without limitation". The use of the words **"include"** and **"including"** followed by a specific example or examples shall not be construed as limiting the meaning of the general wording preceding it.
- 1.5 Unless otherwise provided, defined terms appearing in this Memorandum of Incorporation in title case shall be given their meaning as defined, while the same terms appearing in lower case shall be interpreted in accordance with their plain English meaning.
- 1.6 Unless specifically otherwise provided, any number of days prescribed shall be determined by excluding the first and including the last day or, where the last day falls on a day that is not a business day, the next succeeding business day.
- 1.7 Where figures are referred to in numerals and in words, and there is any conflict between the two, the words shall prevail, unless the context indicates a contrary intention.
- 1.8 Any reference herein to **"this Memorandum of Incorporation"** shall be construed as a reference to this Memorandum of Incorporation as amended from time to time.

## 2 **JURISTIC PERSONALITY**

- 2.1 The Company is a pre-existing company as defined in the Act and, as such, continues to exist as a public company, with the same name and registration number as if it had been incorporated and registered in terms of the Act, as contemplated in item 2 of the Fifth Schedule to the Act, and this Memorandum of Incorporation replaces and supersedes the Memorandum and Articles of Association of the Company applicable immediately prior to the filing hereof.

- 2.2 The Company is incorporated in accordance with and governed by:
- 2.2.1 the unalterable provisions of the Act, save to the extent that this Memorandum of Incorporation imposes on the Company a higher standard, greater restriction, longer period of time or similarly more onerous requirement;
  - 2.2.2 the alterable provisions of the Act, subject to the limitations, extensions, variations or substitutions set out in this Memorandum of Incorporation; and
  - 2.2.3 the other provisions of this Memorandum of Incorporation.

### **3 LIMITATION OF LIABILITY**

Subject to the provisions of the Act, no person shall, solely by reason of being an incorporator, Shareholder or Director of the Company, be liable for any liabilities or obligations of the Company.

### **4 POWERS OF THE COMPANY**

- 4.1 The Company is a juristic person which exists continuously until its name is removed from the companies' register at CIPC in accordance with the Act.
- 4.2 The Company has all of the legal powers and capacity contemplated in the Act, and no provision contained in this Memorandum of Incorporation should be interpreted or construed as negating, limiting, or restricting those powers in any way whatsoever.
- 4.3 The legal powers and capacity of the Company are not subject to any restrictions, limitations or qualifications, as contemplated in section 19(1)(b)(ii).

### **5 RESTRICTIVE CONDITIONS**

- 5.1 This Memorandum of Incorporation does not:
  - 5.1.1 contain any restrictive conditions applicable to the Company as contemplated in section 15(2)(b) or (c); or

5.1.2 prohibit the amendment of any particular provision hereof.

## **6 AMENDMENT OF THE MEMORANDUM OF INCORPORATION AND COMPANY RULES**

6.1 This Memorandum of Incorporation of the Company may be altered or amended only:

6.1.1 in compliance with a court order as is contemplated in section 16(1)(a), to be effected by a resolution of the Board, without the need for a special resolution;

6.1.2 subject to prior approval by the JSE, by a special resolution of the Shareholders adopted at a Shareholders' meeting, having been proposed by i) the Board, or ii) Shareholders entitled to exercise at least 10% of the voting rights that may be exercised on such a resolution.

6.2 An amendment contemplated in clause 6.1.2 includes but is not limited to:

6.2.1 a new Memorandum of Incorporation in substitution for the existing Memorandum of Incorporation;

6.2.2 one or more alterations to the existing Memorandum of Incorporation; or

6.2.3 the change of name of the Company

6.3 After amending its Memorandum of Incorporation, the Company shall file a notice of amendment with CIPC in accordance with the requirements of section 16(7) and (8).

6.4 An amendment to this Memorandum of Incorporation shall take effect:

6.4.1 in the case of an amendment that changes the name of the Company, on the date set out in the amended registration certificate issued by CIPC; or

6.4.2 in any other case, on the later of:

6.4.2.1 the date on, and time at, which the notice of amendment is filed; or

6.4.2.2 the date, if any, set out in the notice of amendment.

6.5 The Board shall not have the authority as contemplated in section 15(3) to make any necessary or incidental rules relating to the governance of the Company in respect of matters that are not addressed in this Memorandum of Incorporation or the Act.

## **7 ALTERATIONS, TRANSLATIONS AND CONSOLIDATIONS OF THE MEMORANDUM OF INCORPORATION**

7.1 The Board, or an individual authorised by the Board, may alter this Memorandum of Incorporation, in any manner necessary to correct a patent error in spelling, punctuation, reference, grammar or similar defect on the face of the document, by:

7.1.1 delivering a copy of the alteration, to every Shareholder by hand or by ordinary mail (at such Shareholder's registered address). Alternatively, delivery may be by email, provided that the Shareholder has given the Company an email address for the purposes of receiving communications; and

7.1.2 filing a notice of the alteration with CIPC.

7.2 At any time after having filed its Memorandum of Incorporation with CIPC, the Company may file one or more translations thereof, in any official language or languages of the RSA, provided that every such translation must be accompanied by a sworn statement by the person who made the translation, stating that it is a true, accurate and complete representation of the Memorandum of Incorporation, as so translated.

7.3 At any time after having filed its Memorandum of Incorporation with CIPC, and having subsequently filed one or more alterations or amendments to it, the Company may (or if CIPC requires it to, must) file a consolidated revision of its Memorandum of Incorporation, as so altered or amended, provided that every such consolidated revision filed with CIPC in terms hereof must be accompanied by:

7.3.1 a sworn statement by a Director; or

- 7.3.2 a statement by an attorney or notary public,  
stating that it is a true, accurate and complete representation of the Company's Memorandum of Incorporation, as so altered or amended.
- 7.4 To the extent necessary to implement an adopted business rescue plan and provided that the business rescue plan was approved by the Shareholders, as contemplated in section 152(3)(c), the business rescue practitioner may amend this Memorandum of Incorporation to authorise, and determine the preferences, rights, limitations and other terms of, any Securities that are not otherwise authorised, but are contemplated to be issued in terms of the business rescue plan, despite any provision of this Memorandum of Incorporation or of sections 16, 36 or 37, to the contrary, in accordance with section 152(6)(b).

## 8 ISSUE OF SHARES AND VARIATION OF RIGHTS

- 8.1 The Company is authorised to issue 1 000 000 000 ordinary shares with no par value:
- 8.1.1 such number of ordinary Shares, of the same class, as set out in Schedule 1 hereto, each of which ranks, upon its issue, *pari passu* in respect of all rights and entitles the holder to:
- 8.1.1.1 vote at any annual general meeting or Shareholders' meeting, or as contemplated in clause 27, in person or by proxy, on any matter to be decided by the Shareholders of the Company and to 1 vote in respect of each ordinary Share in the case of a vote by means of a poll;
- 8.1.1.2 participate proportionally in any distribution made by the Company;  
and
- 8.1.1.3 share proportionally in the Company's residual value on its dissolution;
- 8.1.2 such number of each of such further classes of Shares, if any, as are set out in Schedule 1 hereto subject to the preferences, rights, limitations and other terms associated with each such class set out in Schedule 2 hereto.

8.2 The Company may from time to time by special resolution as contemplated in clause 8.3 below:

- 8.2.1 create any new class of Shares;
- 8.2.2 increase or decrease the number of authorised Shares of any class of the Company's Shares;
- 8.2.3 consolidate and reduce the number of the Company's issued and authorised Shares of any class;
- 8.2.4 subdivide its Shares of any class by increasing the number of its issued and authorised Shares of that class without an increase of its capital;
- 8.2.5 cancel Shares not taken up by anyone or undertaken to be taken up;
- 8.2.6 reclassify any classified Shares that have been authorised but not issued;
- 8.2.7 classify any unclassified Shares that have been authorised but not issued; or
- 8.2.8 determine the preferences, rights, limitations or other terms of any Shares,

and such powers shall only be capable of being exercised by the Shareholders by way of a special resolution of the Shareholders

8.3 The creation, authorisation and classification of Shares, the subdivision or consolidation of Shares, amendments to the numbers of authorised Shares of each class, the conversion of one class of Shares into one or more other classes of Shares, the conversion of Shares from par value to no par value and variations to the preferences, rights, limitations and other terms associated with any class of Shares as set out in this Memorandum of Incorporation and/or Schedule 2 attached to and forming part of this Memorandum of Incorporation, may be changed only by an amendment of this Memorandum of Incorporation and/or Schedule 2 by special resolution and in accordance with the JSE Listings Requirements.

- 8.4 If a fraction of a Share comes into being as a result of any consolidation, sub-division or otherwise, the Board shall, subject to compliance with the JSE Listings Requirements, generally do all acts and things required to ensure that such fraction will be rounded up or down based on standard rounding convention (i.e. allocations will be rounded down to the nearest whole number if they are less than 0.5 and will be rounded up to the nearest whole number if they are equal to or greater than 0.5), thereby resulting in no fractional entitlement.
- 8.5 Each Share issued by the Company has associated with it an irrevocable right of the Shareholder to vote on any proposal to amend the preferences, rights, limitations and other terms associated with that Share as contemplated in clause 24.2. If any amendment to this Memorandum of Incorporation relates to the variation of any preferences, rights, limitation and other terms associated with any class of Shares already in issue, such amendments shall not be implemented without a special resolution adopted by the holders of Shares of that class at a separate meeting. The holders of Shares of that class will, subject to the further provisions of clause 24.2, also be entitled to vote at the meeting of ordinary Shareholders where the amendment is tabled for approval.
- 8.6 No Shares may be authorised in respect of which the preferences, rights, limitations or any other terms of any class of Shares may be varied in response to any objectively ascertainable external fact or facts as provided for in sections 37(6) and 37(7).
- 8.7 The Board may, subject to clause 8.11 and the further provisions of this clause 8.7, resolve to issue Shares of the Company at any time, but only:
- 8.7.1 within the classes and to the extent that those Shares have been authorised by or in terms of this Memorandum of Incorporation; and
- 8.7.2 only to the extent that such issue has been approved by the Shareholders in a Shareholders' meeting, either by way of a general authority (which may be either conditional or unconditional) to issue Shares in its discretion or a specific authority in respect of any particular issue of Shares, provided that, if such approval is in the form of a

general authority to the Board, it shall be valid only until the next annual general meeting of the Company and it may be varied or revoked by any Shareholders' meeting to such annual general meeting.

- 8.8 All issues of Shares for cash and all issues of options and convertible securities granted or issued for cash must, in addition, be in accordance with the JSE Listings Requirements.
- 8.9 All Securities of the Company for which a listing is sought on the JSE and all Securities of the same class as Securities of the Company which are listed on the JSE must, notwithstanding the provisions of section 40(5), but unless otherwise required by the Act, only be issued after the Company has received the consideration approved by the Board for the issuance of such Securities.
- 8.10 Subject to what may be authorised by the Act, the JSE Listings Requirements and at meetings of Shareholders in accordance with clause 8.12, and subject to clause 8.11, the Board may only issue unissued Shares if such Shares have first been offered to existing ordinary Shareholders in proportion to their shareholding on such terms and in accordance with such procedures as the Board may determine, unless such Shares are issued for the acquisition of assets by the Company.
- 8.11 Notwithstanding the provisions of clause 8.10, the Shareholders may at any Shareholders' meeting authorise the Board to issue Shares of the Company at any time and/or grant options to subscribe for Shares as the Board in its discretion think fit, provided that such corporate action has been approved by the JSE and comply with the JSE Listings Requirements.
- 8.12 Notwithstanding the provisions of clauses 8.2, 8.10 and 8.11
  - 8.12.1 Subject to section 41(2), an issue of Shares or Securities convertible into Shares, or a grant of options contemplated in section 42, or a grant of any other rights exercisable for Securities, must be approved by a special resolution of the Shareholders, if the Shares, Securities, options or rights are issued to a:
    - 8.12.1.1 Director, future Director, prescribed officer, or a future prescribed



officer;

8.12.1.2 person related or inter-related to the Company, or to a Director or prescribed officer as contemplated in section 2; or

8.12.1.3 a nominee of a person contemplated in clause 8.12.1.1 or 8.12.1.2; and

8.12.2 any issue of Shares, Securities convertible into Shares, or rights exercisable for Shares in a transaction, or a series of integrated transactions shall, in accordance with the provisions of section 41(3), require the approval of the Shareholders by special resolution if the voting power of the class of Shares that are issued or are issuable as a result of the transaction or series of integrated transactions will be equal to or exceed 30% of the voting power of all the Shares of that class held by Shareholders immediately before that transaction or series of integrated transactions.

8.13 Except to the extent that any such right is specifically included as one of the rights, preferences or other terms upon which any class of Shares is issued or as may otherwise be provided in this Memorandum of Incorporation, no Shareholder shall have any pre-emptive or other similar preferential right to be offered or to subscribe for any additional Shares issued by the Company.

## **9 CERTIFICATED AND UNCERTIFICATED SECURITIES**

9.1 Securities of the Company are to be issued in certificated or uncertificated form, as shall be determined by the Board from time to time. Except to the extent otherwise provided in the Act, the rights and obligations of Security holders shall not be different solely on the basis of their Securities being Certificated Securities or Uncertificated Securities and each provision of this Memorandum of Incorporation applies with respect to any Uncertificated Securities in the same manner as it applies to Certificated Securities, unless otherwise stated or indicated by the context.

9.2 Any Certificated Securities may cease to be evidenced by certificates and thereafter become Uncertificated Securities.

- 9.3 Any Uncertificated Securities may be withdrawn from the Uncertificated Securities Register, and certificates issued evidencing those Securities at the election of the holder of those Uncertificated Securities. A holder of Uncertificated Securities who elects to withdraw all or part of the Uncertificated Securities held by it in an Uncertificated Securities Register, and obtain a certificate in respect of those withdrawn Securities, may so notify the relevant Participant or Central Securities Depository as required by the rules of the Central Securities Depository.
- 9.4 After receiving notice from a Participant or Central Securities Depository, as the case may be, that the holder of Uncertificated Securities wishes to withdraw all or part of the Uncertificated Securities held by it in an Uncertificated Securities Register, and obtain a certificate in respect thereof, the Company shall, in accordance with the provisions of the Act:
- 9.4.1 enter the relevant Security holder's name and details of its holding of Securities in the Securities Register and indicate on the Securities Register that the securities so withdrawn are no longer held in uncertificated form; and
- 9.4.2 within the time periods specified in the Act, prepare and deliver to the relevant person a certificate in respect of the Securities and notify the Central Securities Depository that the Securities are no longer held in uncertificated form.
- 9.5 The Company may charge a holder of its Securities a reasonable fee to cover the actual cost of issuing any certificate as contemplated in this clause.

## 10 **SECURITIES REGISTER**

- 10.1 The Company must establish or cause to be established a Securities Register in the form prescribed by the Act and the Regulations and maintain the Securities Register in accordance with the prescribed standards.
- 10.2 As soon as practicable after issuing any Securities the Company must enter or cause to be entered in the Securities Register, in respect of every

class of Securities it has issued:

- 10.2.1 the total number of Uncertificated Securities;
- 10.2.2 with respect to Certificated Securities:
  - 10.2.2.1 the names and addresses of the persons to whom the Certificated Securities were issued;
  - 10.2.2.2 the number of Certificated Securities issued to each of them;
  - 10.2.2.3 in the case of Securities other than Shares as contemplated in section 43, the number of those Securities issued and outstanding and the names and addresses of the registered holders of the Securities and any holders of beneficial interests therein; and
  - 10.2.2.4 any other prescribed information.
- 10.3 If the Company has issued Uncertificated Securities, or has issued Securities that have ceased to be Certificated Securities as contemplated in clause 9.2, a record must be administered and maintained by a Participant or Central Securities Depository, in the prescribed form, as the Uncertificated Securities Register, which:
  - 10.3.1 forms part of the Securities Register; and
  - 10.3.2 must contain, with respect to all Uncertificated Securities contemplated in this clause 10, any details referred to in clause 10.2.2, read with the changes required by the context or as determined by the rules of the Central Securities Depository.
- 10.4 The Securities Register or Uncertificated Securities Register maintained in accordance with the Act shall be sufficient proof of the facts recorded in it, in the absence of evidence to the contrary.
- 10.5 Unless all the Shares rank equally for all purposes, the Shares, or each class of Shares, and any other Securities, must be distinguished by an appropriate numbering system.
- 10.6 A certificate evidencing any Certificated Securities of the Company:

- 10.6.1 must state on its face:
    - 10.6.1.1 the name of the Company;
    - 10.6.1.2 the date of issue of the certificate;
    - 10.6.1.3 the distinctive number of the certificate;
    - 10.6.1.4 the name of the person to whom the Securities were issued; and
    - 10.6.1.5 the number and class of Shares and designation of the series, if any, evidenced by that certificate;
  - 10.6.2 must be signed by 2 persons authorised by the Board, which signatures may be affixed or placed on the certificate by autographic, mechanical or electronic means; and
  - 10.6.3 is proof that the named Security holder owns the Securities, in the absence of evidence to the contrary.
  - 10.7 A certificate remains valid despite the subsequent departure from office of any person who signed it.
  - 10.8 If, as contemplated in clause 10.5, all of the Shares rank equally for all purposes, and are therefore not distinguished by a numbering system:
    - 10.8.1.1 each certificate issued in respect of those Shares must be distinguished by a numbering system; and
    - 10.8.1.2 if the Share has been transferred, the certificate must be endorsed with a reference number or similar device that will enable each preceding holder of the Share in succession to be identified,
- provided that in terms of Schedule 5 of the Act, if the Company is a pre-existing company (as defined in the Act), the failure of any Share certificate to satisfy the provisions of clauses 10.6 to 10.8 is not a contravention of the Act and does not invalidate that certificate.
- 10.9 If a Share certificate is defaced, lost or destroyed, it may be replaced:

- 10.9.1 free of charge by the Company; and
- 10.9.2 in case of defacement, on delivery of the old certificate to the Company.
- 10.10 The Directors may, as they deem fit, determine such terms (if any) as to evidence and indemnity and payment of the out-of-pocket expenses of the Company of investigating such evidence and, in the case of loss or destruction, of advertising the same.

## 11 **TRANSFER OF SECURITIES**

- 11.1 The instrument of transfer of any Certificated Securities which are not listed on the JSE shall be signed by both the transferor and the transferee and the transferor shall be deemed to remain the holder of such Certificated Securities until the name of the transferee is entered in the Securities Register. The Directors may, however, in their discretion in such cases as they deem fit, dispense with requiring the signature of the transferee on the instrument of transfer.
- 11.2 Subject to such restrictions as may be applicable, (whether by virtue of the preferences, rights, limitations or other terms associated with the Securities in question), any Shareholder or holder of other Securities may transfer all or any of its Certificated Securities by instrument in writing in any usual or common form or any other form which the Board may approve.
- 11.3 Every instrument of transfer shall be delivered to the principal place of business of the Company, accompanied by:
  - 11.3.1 the certificate issued in respect of the Certificated Securities to be transferred; and/or
  - 11.3.2 such other evidence as the Company may require to prove the title of the transferor, or his or her right to transfer the Certificated Securities.
- 11.4 All authorities to sign transfer deeds or other instruments of transfer granted by holders of Securities for the purpose of transferring Certificated Securities which may be lodged, produced or exhibited with or to the Company at its registered office or at its transfer office shall, as between the Company and the grantor of such authorities, be taken and deemed to

continue and remain in full force and effect, and the Company may allow the same to be acted upon until such time as express notice in writing of the revocation of the same shall have been given and lodged at the Company's registered office or transfer office at which the authority was first lodged, produced or exhibited. Even after the giving and lodging of such notice, the Company shall be entitled to give effect to any instruments signed under the authority to sign and certified by any officer of the Company as being in order before the giving and lodging of such notice.

- 11.5 All instruments of transfer, when registered, shall either be retained by the Company or disposed of in such manner as the Board shall from time to time decide.
- 11.6 The transfer of Uncertificated Securities may be effected only:
  - 11.6.1 by a Participant or Central Securities Depository;
  - 11.6.2 on receipt of an instruction to transfer sent and properly authenticated in terms of the rules of a Central Securities Depository or an order of a Court; and
  - 11.6.3 in accordance with section 53 and the rules of the Central Securities Depository.
- 11.7 Transfer of ownership in any Uncertificated Securities must be effected by debiting the account in the Uncertificated Securities Register from which the transfer is effected and crediting the account in the Uncertificated Securities Register to which the transfer is effected, in accordance with the rules of the Central Securities Depository.
- 11.8 Securities transfer tax and other legal costs payable in respect of any transfer of Securities pursuant to this Memorandum of Incorporation will be paid by the Company to the extent that the Company is liable therefor in law, but shall, to that extent, be recoverable from the person acquiring such Securities.
- 11.9 The Securities Register (or any part thereof relating to holders of any class of Shares) may, in the discretion of the Board upon notice being given by

advertisement in the Government Gazette of South Africa and a newspaper circulating in the district in which the registered office of the Company is situated be closed during such time as the Board may think fit, not exceeding in the aggregate 60 days in any year.

## 12 **NO LIEN**

It is recorded for the avoidance of doubt that fully paid Securities shall not be subject to any lien in favour of the Company and shall be freely transferable.

## 13 **TRANSMISSION OF SECURITIES**

- 13.1 The executor of the estate of a deceased sole holder of a Security shall be the only person recognised by the Company as having any title to such Security. In the case of a Security registered in the names of 2 or more holders, the survivor or survivors, or the executor of the estate of any deceased Shareholder, as determined by the Board, shall be the only person recognised by the Company as having any title to the Security. Any person who submits proof of his appointment as the executor, administrator, trustee, curator, or guardian in respect of the estate of a deceased Shareholder or holder of other Securities ("**Security Holder**") of the Company, or of a Security Holder whose estate has been sequestered or of a Security Holder who is otherwise under a disability or as the liquidator of any body corporate which is a Security Holder of the Company, shall be entered in the Securities Register *nomine officii*, and shall thereafter, for all purposes, be deemed to be a Securities Holder.
- 13.2 Subject to the provisions of clause 13.1, any person becoming entitled to any Security by virtue of the death of a Security Holder shall, upon producing such evidence that he has such title or rights as the Board think sufficient, have the right either to have such Security transferred to himself or to make such other transfer of the Security as such Security Holder could have made, provided that in respect of a transfer other than to himself:
- 13.2.1 the Board shall have the same right to refuse or suspend registration as they would have had in the case of a proposed transfer of such Security

by such Security Holder before his death; and

- 13.2.2 a person becoming entitled to any Security shall not, unless and until he is himself registered as a Security Holder in respect of such Security, be entitled to exercise any voting or other right attaching to such Security or any other right relating to meetings of the Company.

#### 14 **SHARE WARRANTS**

- 14.1 Subject to the provisions of the Act and any other provisions of this Memorandum of Incorporation, the Company may issue Share warrants.

- 14.2 For the purpose referred to in clause 14.1, the Board may:

- 14.2.1 issue warrants in respect of fully paid-up Shares, stating that the bearer is entitled to the Shares therein specified;

- 14.2.2 provide for the payment, by coupons or otherwise, of future dividends on the Shares included in such warrants.

- 14.3 The Board may determine and from time to time vary:

- 14.3.1 the form, language and conditions upon which the warrants shall be issued;

- 14.3.2 the conditions upon which:

- 14.3.2.1 the bearer of a warrant shall be entitled to attend and vote at Shareholders' meetings;

- 14.3.2.2 a warrant may be surrendered;

- 14.3.2.3 the name of the holder may be entered in the Securities Register in respect of the Shares specified therein.

- 14.4 Subject to the provisions of the Memorandum of Incorporation, the bearer of a warrant shall be a full Shareholder of the Company.

- 14.5 The holder of a warrant shall be subject to the provisions from time to time in force relating thereto, whether made before or after the issue of such



warrant.

- 14.6 The Board may, on such terms and conditions as they think fit, authorise the issue of a new warrant or coupon in substitution for one proved to their satisfaction to have been destroyed, but not otherwise.

## 15 DEBT INSTRUMENTS

The Board may authorise the Company to issue secured or unsecured debt instruments as set out in section 43(2), but no special privileges associated with any such debt instruments as contemplated in section 43(3) may be granted, and the authority of the Board in such regard is limited by this Memorandum of Incorporation.

## 16 CAPITALISATION SHARES

- 16.1 Subject to the provisions of clauses 8.10 and 8.11 and compliance with the JSE Listings Requirements, to the extent applicable, the Board shall have the power and authority to:
- 16.1.1 approve the issuing of any authorised Shares as capitalisation Shares on a *pro rata* basis to the Shareholders of one or more classes of Shares;
- 16.1.2 issue Shares of one class as capitalisation Shares in respect of Shares of another class; and/or
- 16.1.3 subject to the provisions of clause 16.2, resolve to permit Shareholders to elect to receive a cash payment in lieu of a capitalisation Share.
- 16.2 The Board may not resolve to offer a cash payment in lieu of awarding a capitalisation share, as contemplated in clause 16.1.3, unless the Board:
- 16.2.1 has considered the Solvency and Liquidity Test as required by section 47, on the assumption that every such Shareholder would elect to receive cash; and
- 16.2.2 is satisfied that the Company would satisfy the Solvency and Liquidity Test immediately upon the completion of the distribution.

## 17 **BENEFICIAL INTERESTS IN SECURITIES**

The authority of the Board to allow the Company's issued securities to be held by and registered in the name of one person for the beneficial interest of another person, as set out in section 56(1) is not limited or restricted by this Memorandum of Incorporation.

## 18 **FINANCIAL ASSISTANCE**

Subject to compliance with the further requirements of the Act, the Board may authorise the Company to provide financial assistance by way of loan, guarantee, the provision of security or otherwise to any person for the purpose of, or in connection with, the subscription of any option, or any Securities, issued or to be issued by the Company or a related or inter-related company, or for the purchase of any such Securities, as set out in section 44, and the authority of the Board in this regard is not limited or restricted by this Memorandum of Incorporation.

## 19 **ACQUISITION BY THE COMPANY OF ITS OWN SHARES**

19.1 Subject to the JSE Listings Requirements, the provisions of the Act and the further provisions of this clause 19

19.1.1 the Board may determine that the Company acquire a number of its own Shares; and

19.1.2 the board of any subsidiary of the Company may determine that such subsidiary acquire Shares of the Company, but:

19.1.2.1 not more than 10% in aggregate, of the number of issued Shares of any class may be held by, or for the benefit of, all of the subsidiaries of the Company, taken together; and

19.1.2.2 no voting rights attached to those Shares may be exercised while the Shares are held by that subsidiary and it remains a subsidiary of the Company.

19.2 Any decision by the Company to acquire its own Shares must satisfy the JSE Listings Requirements and the requirements of the Act and,

accordingly, for as long as it is required in terms of the JSE Listings Requirements, the acquisition shall be approved by a special resolution of the Shareholders, whether in respect of a particular repurchase or generally approved by Shareholders and such acquisition shall otherwise comply with sections 5.67 to 5.69 of the JSE Listings Requirements (or such other sections as may be applicable from time to time), provided that no such approval of Shareholders shall be required in respect of a *pro rata* acquisition by the Company from all its Shareholders;

## 20 ODD–LOT OFFERS

20.1 The Company may, in accordance with the restrictions and procedures imposed by the JSE Listings Requirements, at any time and from time to time make an Odd–lot offer to Shareholders with an Odd-Lot shareholding in the Company provided that:

20.1.1 the majority of the Shareholders approves the Odd–lot offer at a Shareholders' meeting;

20.1.2 the JSE grants its approval for the Odd–lot offer; and

20.1.3 the Odd-Lot holders may elect to retain or sell their Odd–lots (but failure to make such an election will result in the Odd–lot holder being deemed to have sold his shareholding).

20.2 Pursuant to the Odd–lot offer to the Shareholders, the Board shall:

20.2.1 cause the Odd–lots to be sold in such manner as the Board may direct; and

20.2.2 procure that the proceeds of such sales are paid to such Odd–lot holders.

20.3 All unclaimed proceeds (of such sales) will be held in the Company's trust account for a period of 3 years from the date on which the Board caused the Odd–lots to be sold until claimed, whereafter any such unclaimed proceeds held in trust after the expiry of the 3 year period be declared forfeited by the Board for the benefit of the Company and may be invested or applied otherwise as deemed fit by the Board.

## 21 RECORD DATE FOR EXERCISE OF SHAREHOLDER RIGHTS

The record date for the purpose of determining which Shareholders are entitled to:

- 21.1 receive notice of a Shareholders' meeting;
- 21.2 participate in and vote at a Shareholders' meeting;
- 21.3 decide any matter by written consent or by Electronic Communication;
- 21.4 receive a distribution;
- 21.5 be allotted or exercise other rights; or
- 21.6 participate in any other transaction,

shall be determined by the Board, provided that, for as long as the JSE Listings Requirements apply to the Company and prescribe a record date, such record date shall be the record date so prescribed.

## 22 SHAREHOLDERS' MEETINGS

### 22.1 Calling of Shareholders' meetings

- 22.1.1 The Board, or any Prescribed Officer of the Company authorised by the Board, is entitled to call a Shareholders' meeting at any time.
- 22.1.2 Subject to the provisions of section 60 dealing with the passing of resolutions of Shareholders otherwise than at a Shareholders' meeting, the Company shall hold a Shareholders' meeting:
  - 22.1.2.1 at any time that the Board is required by the Act, the JSE Listings Requirements or this Memorandum of Incorporation to refer a matter to Shareholders for decision; or
  - 22.1.2.2 whenever required in terms of the Act to fill a vacancy on the Board; or
  - 22.1.2.3 when required in terms of clause 22.1.3 or by any other provision of this Memorandum of Incorporation.

22.1.3 The Board shall call a Shareholders' meeting if one or more written and signed demands by Shareholders calling for such a meeting are delivered to the Company and:

22.1.3.1 each such demand describes the specific purpose for which the meeting is proposed; and

22.1.3.2 in aggregate, demands for substantially the same purpose are made and signed by the holders, as of the earliest time specified in any of those demands, of at least 10% of the voting rights entitled to be exercised in relation to the matter proposed to be considered at the meeting.

## 22.2 **Annual general meetings**

22.2.1 In addition to other meetings of the Company that may be convened from time to time, the Company shall convene an annual general meeting of its Shareholders once in each calendar year, but no more than 15 months after the date of the previous annual general meeting or within an extended time allowed by the Companies Tribunal.

22.2.2 The Company shall deliver notices of meetings to each Shareholder entitled to vote at such meeting who has elected to receive such documents.

22.2.3 Subject to the provisions of the JSE Listings Requirements, and for as long as required in terms of the provisions of the Act, any such annual general meeting:

22.2.3.1 shall be capable of being held by Electronic Communication in accordance with the further provisions of this Memorandum of Incorporation; and

22.2.3.2 shall not be capable of being held in accordance with the provisions of clause 27.

22.2.4 Each annual general meeting of the Company contemplated in clause 22.1.3.2 shall provide for at least the following business to be transacted:

- 22.2.4.1 the presentation of the Directors' report, audited financial statements for the immediately preceding financial year of the Company and an audit committee report;
  - 22.2.4.2 the election of Directors, to the extent required by the Act and by clause 28.3.2 of this Memorandum of Incorporation;
  - 22.2.4.3 the appointment of an auditor and an audit committee for the following financial year;
  - 22.2.4.4 any matters raised by the Shareholders, with or without advance notice to the Company.
- 22.2.5 Save as otherwise provided herein, the Company is not required to hold any other Shareholders' meetings other than those specifically required by the Act and the JSE Listings Requirements.

### 22.3 **Location of and notices of meetings**

- 22.3.1 The Board may determine the location of any Shareholders' meeting, and the Company may hold any such meeting in South Africa or in any foreign country, and the authority of the Board and the Company in this regard is not limited or restricted by this Memorandum of Incorporation.
- 22.3.2 Every Shareholders' meeting shall be reasonably accessible within South Africa for electronic participation by Shareholders, irrespective of whether the meeting is held in South Africa or elsewhere.
- 22.3.3 Subject to section 62(2A), all Shareholders' meetings (whether called for the passing of special or ordinary resolutions) shall be called on not less than 15 business days' notice.

### 22.4 **Quorum and adjournment of meetings**

- 22.4.1 The quorum for a Shareholders' meeting to begin or for a matter to be considered, shall be at least 3 Shareholders entitled to attend and vote and who are present at the meeting. In addition:
  - 22.4.1.1 a Shareholders' meeting may not begin until sufficient persons are

present at the meeting to exercise, in aggregate, at least 25% of the voting rights that are entitled to be exercised in respect of at least one matter to be decided at the meeting; and

22.4.1.2 a matter to be decided at a Shareholders' meeting may not begin to be considered unless sufficient persons are present at the meeting to exercise, in aggregate, at least 25% of all of the voting rights that are entitled to be exercised in respect of that matter at the time the matter is called on the agenda.

22.4.2 If within 30 minutes after the appointed time for a Shareholders' meeting to begin, the requirements of clause 22.4:

22.4.2.1 for that meeting to begin have not been satisfied, the meeting shall be postponed, without any motion, vote or further notice, for 1 week, unless the Directors by notice to Shareholders appoint any other time and date;

22.4.2.2 for consideration of a particular matter to begin have not been satisfied:

22.4.2.2.1 if there is other business on the agenda of the meeting, consideration of that matter may be postponed to a later time in the meeting without any motion or vote; or

22.4.2.2.2 if there is no other business on the agenda of the meeting, the meeting shall be adjourned, without any motion or vote, for one week, unless the Directors by notice to Shareholders appoint any other time and date,

provided that the person intended to chair a meeting that cannot begin due to the operation of clause 22.4 may extend the 30 minute limit allowed in clause 22.4.2 for a reasonable period on the grounds that:

22.4.2.3 exceptional circumstances affecting weather, transportation or Electronic Communication have generally impeded or are generally impeding the ability of Shareholders to be present at the meeting; or

22.4.2.4 1 or more particular Shareholders, having been delayed, have

communicated an intention to attend the meeting, and those Shareholders, together with others in attendance, would satisfy the requirements of clause 22.4.

- 22.4.3 The accidental omission to give notice of any meeting to any particular Shareholder or Shareholders shall not invalidate any resolution passed at any such meeting.
- 22.4.4 Subject to clause 22.4.2.1 and clause 22.4.2.2, the Company shall not be required to give further notice of a meeting that has been postponed or adjourned in terms of clause 22.4.2 unless the location for the meeting is different from:
- 22.4.4.1 the location of the postponed or adjourned meeting; or
- 22.4.4.2 the location announced at the time of adjournment, in the case of an adjourned meeting.
- 22.4.5 Notwithstanding the provisions of clause 22.4.4, for so long as the Company's Securities are listed on the JSE, the Company shall release notice on SENS of any postponed or adjourned meeting (whether postponed or adjourned in terms of clause 22.4.2 or otherwise).
- 22.4.6 If at the time appointed in terms of clause 22.4.2 for a postponed meeting to begin, or for an adjourned meeting to resume, the requirements of clause 22.4 have not been satisfied, the Shareholders present in person or by proxy will be deemed to constitute a quorum.
- 22.4.7 After a quorum has been established for a meeting, or for a matter to be considered at a meeting, all the Shareholders forming part of the quorum must be present at the meeting for the matter to be considered at the meeting.
- 22.4.8 The chairperson of a meeting may with the consent of a meeting at which a quorum is present (and must if the meeting resolves thus) adjourn the meeting from time to time and from place to place, but an adjourned meeting may only deal with matters which could legally be dealt with at the meeting on which the adjournment took place.



22.4.9 The maximum period allowable for an adjournment of a Shareholders' meeting is as set out in section 64(12), without variation.

## 22.5 **Conduct of meetings**

22.5.1 The chairperson, or in his or her absence, the deputy chairperson, if any, of the Board shall preside as chairperson at every Shareholders' meeting.

22.5.2 If there is no such chairperson or deputy chairperson, or if at any meeting he or she is not present within 15 minutes after the time appointed for holding the meeting or is unwilling to act as chairperson, the Directors present shall choose one of their number to be chairperson. If no Director is willing to act as chairperson or if no Director is present within 15 minutes after the time appointed for commencement of the meeting, the Shareholders present shall choose one of their number to be chairperson of the meeting.

22.5.3 The chairperson of a Shareholders' meeting may:

22.5.3.1 appoint any firm or persons to act as scrutineers for the purpose of checking any powers of attorney received and for counting the votes at the meeting;

22.5.3.2 act on a certificate given by any such scrutineers without requiring production at the meeting of the forms of proxy or himself counting the votes.

22.5.4 If any votes were counted which ought not to have been counted or if any votes were not counted which ought to have been counted, the error shall not vitiate the resolution, unless:

22.5.4.1 it is brought to the attention of the chairperson at the meeting; and

22.5.4.2 in the opinion of the chairperson of the meeting, it is of sufficient magnitude to vitiate the resolution.

22.5.5 Any objection to the admissibility of any vote (whether on a show of hands or on a poll) shall be raised:

22.5.5.1 at the meeting or adjourned meeting at which the vote objected to was recorded; or

22.5.5.2 at the meeting or adjourned meeting at which the result of the poll was announced,

and every vote not then disallowed shall be valid for all purposes. Any objection made timeously shall be referred to the chairperson of the meeting, whose decision shall be final and conclusive.

22.5.6 Even if he is not a Shareholder:

22.5.6.1 any Director; or

22.5.6.2 the Company's attorney (or where the Company's attorneys are a firm, any partner or director thereof),

may attend and speak at any Shareholders' meeting, but may not vote, unless he is a Shareholder or the proxy or representative of a Shareholder.

## 23 **SHAREHOLDERS' MEETINGS BY ELECTRONIC COMMUNICATION**

23.1 Subject to the provisions of the JSE Listings Requirements, the Company may conduct a Shareholders' meeting entirely by Electronic Communication or provide for participation in a meeting by Electronic Communication, as set out in section 63, and the power of the Company to do so is not limited or restricted by this Memorandum of Incorporation. Accordingly:

23.1.1 any Shareholders' meeting may be conducted entirely by Electronic Communication; or

23.1.2 one or more Shareholders, or proxies for Shareholders, may participate by Electronic Communication in all or part of any Shareholders' meeting that is being held in person,

so long as the Electronic Communication employed ordinarily enables all persons participating in that meeting to communicate concurrently with each other and without an intermediary, and to participate reasonably

effectively in the meeting.

- 23.2 Any notice of any Shareholders' meeting at which it will be possible for Shareholders to participate by way of Electronic Communication shall inform Shareholders of the ability to so participate and shall provide any necessary information to enable Shareholders or their proxies to access the available medium or means of Electronic Communication, provided that such access shall be at the expense of the Shareholder or proxy concerned.

## 24 VOTES OF SHAREHOLDERS

- 24.1 Subject to any special rights or restrictions as to voting attached to any Shares by or in accordance with this Memorandum of Incorporation, at a meeting of the Company:
- 24.1.1 every person present and entitled to exercise voting rights shall be entitled to one vote on a show of hands, irrespective of the number of voting rights that person would otherwise be entitled to exercise;
- 24.1.2 on a poll any person who is present at the meeting, whether as a Shareholder or as proxy for a Shareholder, has the number of votes determined in accordance with the voting rights associated with the Securities held by that Shareholder; and
- 24.1.3 the holders of Securities other than ordinary Shares shall not be entitled to vote on any resolution at a Shareholders' meeting, except as provided in clause 24.2.
- 24.2 If any resolution is proposed as contemplated in clause 8.3 in respect of shares other than Shares, the holders of such shares ("**Affected Shareholders**") shall be entitled to vote at the meeting of ordinary Shareholders as contemplated in clause 24.1, provided that:
- 24.2.1 the votes of the Shares of that class held by the Affected Shareholders ("**Affected Shares**") shall not carry any special rights or privileges and each Affected Shareholder shall be entitled to one vote for every Affected Share held; and

- 24.2.2 the total voting rights of the Affected Shareholders in respect of the Affected Shares shall not be more than 24.99% of the total votes (including the votes of the ordinary Shareholders) exercisable at that meeting (with any cumulative fraction of a vote in respect of any Affected Shares held by an Affected Shareholder rounded down to the nearest whole number).
- 24.3 Voting shall be conducted by means of a polled vote in respect of any matter to be voted on at a Shareholders' meeting if a demand is made for such a vote by:
- 24.3.1 at least 5 persons having the right to vote on that matter, either as Shareholders or as proxies representing Shareholders; or
- 24.3.2 a Shareholder who is, or Shareholders who together are, entitled, as Shareholders or proxies representing Shareholders, to exercise at least 10% of the voting rights entitled to be voted on that matter; or
- 24.3.3 the chairperson of the meeting.
- 24.4 At any meeting of the Company a resolution put to the vote of the meeting shall be decided on a show of hands, unless a poll is (before or on the declaration of the result of the show of hands) demanded in accordance with the provisions of clause 24.3, and unless a poll is so demanded, a declaration by the chairperson that a resolution has, on a show of hands, been carried or carried unanimously or by a particular majority or defeated, and an entry to that effect in the book containing the minutes of the proceedings of the Company, shall be conclusive evidence of the fact, without proof of the number or proportion of the votes recorded in favour of or against such resolution. The demand for a poll may be withdrawn.
- 24.5 If a poll is duly demanded, it shall be taken in such manner as the chairperson directs, and the result of the poll shall be deemed to be the resolution of the meeting at which the poll was demanded. In computing the majority on the poll, regard shall be had to the number of votes to which each Shareholder is entitled.
- 24.6 In the case of an equality of votes, whether on a show of hands or on a poll,

the chairperson of the meeting at which the show of hands takes place, or at which the poll is demanded, shall not be entitled to a second or casting vote.

- 24.7 A poll demanded on the election of a chairperson (as contemplated in clause 22.5.2) or on a question of adjournment shall be taken forthwith. A poll demanded on any other question shall be taken at such time as the chairperson of the meeting directs. The demand for a poll shall not prevent the continuation of a meeting for the transaction of any business other than the question upon which the poll has been demanded.
- 24.8 A person who is entitled to more than one vote, does not have to exercise all his or her votes and does not have to exercise all his or her votes in the same manner.
- 24.9 Where there are joint registered holders of any Share, any one of such persons may exercise all of the voting rights attached to that Share at any meeting, either personally or by proxy, as if he or she were solely entitled thereto. If more than one of such joint holders is present at any meeting, personally or by proxy, the person so present whose name stands first in the Securities Register in respect of such Share shall alone be entitled to vote in respect thereof.
- 24.10 The board of any company or the controlling body of any other entity or person that holds any Securities of the Company may authorise any person to act as its representative at any Shareholders' meeting of the Company, in which event the following provisions will apply:
- 24.10.1 the person so authorised may exercise the same powers of the authorising company, entity or person as it could have exercised if it were an individual holder of Shares; and
- 24.10.2 the authorising company, entity or person shall lodge a resolution of the directors of such company or controlling body of such other entity or person confirming the granting of such authority, and certified under the hand of the chairperson or secretary thereof, with the Company before the commencement of any Shareholders' meeting at which such person

intends to exercise any rights of such Shareholder, unless excused from doing so by the chairperson of such meeting.

## 25 PROXIES AND REPRESENTATIVES

25.1 Any Shareholder may at any time appoint any natural person (or two or more natural persons concurrently), including a natural person who is not a Shareholder, as a proxy to:

25.1.1 participate in, and speak and vote at, a Shareholders' meeting on behalf of that Shareholder; or

25.1.2 give or withhold written consent on behalf of that Shareholder to a decision contemplated in section 60,

provided that a Shareholder may appoint more than one proxy to exercise voting rights attached to different Securities held by the Shareholder.

25.2 A proxy appointment:

25.2.1 must be in writing, dated and signed by the Shareholder; and

25.2.2 remains valid for:

25.2.2.1 one year after the date on which it was signed; or

25.2.2.2 any longer or shorter period expressly set out in the appointment,

unless it is revoked in a manner contemplated in the Act or expires earlier as contemplated in the Act.

25.3 The holder of a power of attorney or other written authority from a Shareholder may, if so authorised thereby, represent such Shareholder at any meeting of the Company and such holder shall deliver the power of attorney or other written authority (if any), or a copy thereof, to the Company before such holder exercises any rights of the Shareholder at a Shareholders' meeting. A Shareholder so represented at a meeting of the Company shall be deemed for purposes of this Memorandum of Incorporation to be a Shareholder who is present at the meeting.

- 25.4 All of the remaining provisions of the Act relating to the appointment and revocation of proxies and the rights of proxies generally shall apply and, in particular:
- 25.4.1 a Shareholder has the right to appoint two or more persons concurrently as proxies as set out in section 58(3)(a);
  - 25.4.2 a Shareholder's proxy may delegate the proxy's powers to another person as set out in section 58(3)(b);
  - 25.4.3 a Shareholder or his proxy must deliver to the Company a copy of the instrument appointing a proxy not later than 48 hours before the commencement of the meeting at which the proxy intends to exercise that Shareholder's rights, provided that the chairperson of the meeting may, in his discretion, accept proxies that have been delivered after the expiry of the aforementioned period up until the time of commencement of the meeting; and
  - 25.4.4 unless the instrument appointing a proxy provides otherwise, a Shareholder's proxy may decide, without direction from the Shareholder, whether to exercise or abstain from exercising any voting right of the Shareholder, as set out in section 58(7),
- and none of such rights or powers are limited, restricted or varied by this Memorandum of Incorporation.
- 25.5 Every instrument of proxy shall, as far as circumstances permit, be substantially in the following form, or in such other form as the Directors may approve from time to time:

“I/We

.....

of

.....

being a Shareholder/Shareholders of the Company in respect of

[.....] ordinary shares with no par value, do hereby

appoint ..... of ..... or

failing him/her ..... of

..... or failing him/her the chairperson of the

Company or failing him the chairperson of the Shareholders’ meeting

as my / our proxy to:

[participate in, and speak and vote for me / us at a Shareholders' meeting of the Company to be held at ..... on ..... 20..... at (time appointed) and at any adjournment thereof.] /

[give or withhold written consent on my / our behalf to the written resolutions to which this form of proxy is attached, as contemplated in section 60 of the Companies Act, 2008, as amended together with any regulations promulgated thereunder.]

[participate in, and speak and vote for me / us at any shareholders' meeting held by the Company, or give or withhold written consent on my / our behalf in respect of any decision contemplated in section 60 of the Companies Act, 2008, as amended together with any regulations promulgated thereunder, between the date of this proxy instrument and ..... 20.....]\*

Dated on ..... 20.....



Name (in full):

Address:

.....

Signature

*\* Delete as applicable*

I / We desire to vote as

follows:

For	Against	Abstain

Resolution No. 1

Resolution No. 2

(Set out the numbers of the resolutions if more than 1)

Indicate voting preference by placing a mark (either a tick or a cross) in the appropriate block."

25.6 Unless otherwise directed, the proxy will vote or abstain as he thinks fit in respect of the Shareholder's total holding.

**26 SHAREHOLDERS' RESOLUTIONS**

26.1 For an ordinary resolution to be approved it must be supported by more than 50% of the voting rights of Shareholders exercised on the resolution, as provided in section 65(7).

26.2 For a special resolution to be approved it must be supported by the holders of at least 75% of the voting rights exercised on the resolution, as provided in section 65(9).

26.3 No matters require a special resolution adopted at a Shareholders' meeting of the Company, other than:

- 26.3.1 those matters set out in section 65(11); or
  - 26.3.2 any other matter required by the Act to be resolved by means of a special resolution; or
  - 26.3.3 for so long as the Company's Securities are listed on the JSE, any other matter required by the JSE Listings Requirements to be resolved by means of a special resolution.
- 26.4 In the event that any Shareholder abstains from voting in respect of any resolution, such Shareholder will, for the purposes of determining the number of votes exercised in respect of that resolution, be deemed not to have exercised a vote in respect thereof.

## **27 SHAREHOLDERS ACTING OTHER THAN AT A MEETING**

- 27.1 In accordance with the provisions of section 60, but subject to clause 27.4, a resolution that could be voted on at a Shareholders' meeting (other than in respect of the election of Directors) may instead be:
- 27.1.1 submitted by the Board for consideration to the Shareholders entitled to exercise the voting rights in relation to the resolution; and
  - 27.1.2 voted on in writing by such Shareholders within a period of 20 business days after the resolution was submitted to them.
- 27.2 A resolution contemplated in clause 27.1:
- 27.2.1 will have been adopted if it is supported by persons entitled to exercise sufficient voting rights for it to have been adopted as an ordinary or special resolution, as the case may be, at a properly constituted Shareholders' meeting; and
  - 27.2.2 if adopted, will have the same effect as if it had been approved by voting at a meeting.
- 27.3 Within the period prescribed by the Act after adopting a resolution in accordance with the procedures provided in this clause 27, the Company shall deliver a statement describing the results of the vote, consent

process, or election to every Shareholder who was entitled to vote on or consent to the resolution.

- 27.4 The provisions of this clause 27 shall not apply to any Shareholders' meetings that are called for in terms of the JSE Listings Requirements or the passing of any resolution in terms of clause 28.1.2 or to any annual general meeting of the Company, which Shareholders' meetings shall be held in person.

## 28 COMPOSITION AND POWERS OF THE BOARD OF DIRECTORS

### 28.1 Number of Directors

- 28.1.1 In addition to the minimum number of Directors, if any, that the Company must have to satisfy any requirement in terms of the Act to appoint an audit committee and a social and ethics committee, the Board must comprise at least 4 Directors and the Shareholders shall be entitled, by ordinary resolution, to determine such maximum number of Directors as they from time to time shall consider appropriate.

- 28.1.2 All Directors shall be elected by an ordinary resolution of the Shareholders at a Shareholders' meeting or annual general meeting of the Company and no appointment of a Director in accordance with a resolution passed in terms of section 60 shall be competent, provided that any shareholder will have the right to nominate a director for possible appointment by an ordinary resolution of the Shareholders..

- 28.1.3 Every person holding office as a Director, Prescribed Officer, company secretary or auditor of the Company immediately before the effective date of the Act will, as contemplated in item 7(1) of Schedule 5, continue to hold that office.

### 28.2 Appointment and nomination of Directors

- 28.2.1 In any election of Directors:

- 28.2.1.1 the election is to be conducted as a series of votes, each of which is on the candidacy of a single individual to fill a single vacancy, with the series of votes continuing until all vacancies on the Board have been

filled; and

28.2.1.2 in each vote to fill a vacancy:

28.2.1.2.1 each vote entitled to be exercised may be exercised once; and

28.2.1.2.2 the vacancy is filled only if a majority of the votes exercised support the candidate.

28.2.2 Subject to the provisions of clauses 28.5.2.1 and 31, the Company shall only have elected Directors and there shall be no appointed or *ex officio* Directors as contemplated in section 66(4).

### 28.3 Eligibility, resignation and retirement of Directors

28.3.1 Apart from satisfying the qualification and eligibility requirements set out in section 69, a person need not satisfy any eligibility requirements or qualifications to become or remain a Director or a Prescribed Officer of the Company.

28.3.2 No Director shall be appointed for life or for an indefinite period and the Directors shall rotate in accordance with the following provisions of this clause 28.3.2:

28.3.2.1 at each annual general meeting referred to in clause 22.2.1, one third of the Directors for the time being, or if their number is not three or a multiple of three, the number nearest to one third, but not less than one third, shall retire from office, provided that if a Director is appointed as an executive Director or as an employee of the Company in any other capacity, he or she shall not, while he or she continues to hold that position or office, be subject to retirement by rotation and he or she shall not, in such case, be taken into account in determining the rotation or retirement of Directors;

28.3.2.2 the Directors to retire in every year shall be those who have been longest in office since their last election, but as between persons who were elected as Directors on the same day, those to retire shall, unless they otherwise agree among themselves, be determined by lot;

- 28.3.2.3 a retiring Director shall be eligible for re-election;
- 28.3.2.4 the Company, at the Shareholders' meeting at which a Director retires in the above manner, or at any other Shareholders' meeting, may fill the vacancy by electing a person thereto, provided that the Company shall not be entitled to fill the vacancy by means of a resolution passed in accordance with clause 27;
- 28.3.2.5 if at any meeting at which an election of Directors ought to take place the offices of the retiring Directors are not filled, unless it is expressly resolved not to fill such vacancies, the meeting shall stand adjourned and the further provisions of this Memorandum of Incorporation, including clauses 22.4.2 to 22.4.6 (inclusive) will apply *mutatis mutandis* to such adjournment, and if at such adjourned meeting the vacancies are not filled, the retiring Directors, or such of them as have not had their offices filled, shall be deemed to have been re-elected at such adjourned meeting.
- 28.3.3 The Board shall, through its nomination committee (if such nomination committee has been constituted in terms of clause 34), provide the Shareholders with a recommendation in the notice of the meeting at which the re-election of a retiring Director is proposed, as to which retiring Directors are eligible for re-election, taking into account that Director's past performance and contribution.
- 28.4 Alternate Directors
- 28.4.1 Each Director may appoint and remove any person, including another Director, to act as an alternate director in such Director's place and during such Director's absence. Any appointment or removal of an alternate Director shall be effected by a written notice to the Company signed by the person appointing or removing that alternate, provided that such person has been approved by a majority of the Directors.
- 28.4.2 An alternate Director shall, except as regards the power to appoint an alternate and to receive remuneration, be subject in all respects to the terms and conditions applicable to the other Directors, and each

alternate Director shall be entitled to:

- 28.4.2.1 receive notice of all meetings of the Directors or of any committee of the Directors of which the alternate's appointor is a member;
  - 28.4.2.2 attend and vote at any such meetings at which the alternate's appointor is not personally present;
  - 28.4.2.3 furnish written consent to adopt a decision which could be voted on at a Board meeting;
  - 28.4.2.4 be appointed as an alternate to more than one Director and shall have a vote for each Director for whom such alternate acts at each meeting and for so long as such Director is not present, in addition to their own vote, if any; and
  - 28.4.2.5 generally, exercise and discharge all the functions, powers and duties of the alternate's appointor in such appointor's absence as if such alternate were a Director.
- 28.4.3 An alternate director shall cease to be an alternate director if the alternate's appointor ceases for any reason to be a Director, provided that if any Director retires but is re-elected at the same meeting, any appointment made by such director shall remain in force as though the Director had not retired.

## 28.5 **Powers of the Directors**

- 28.5.1 The business and affairs of the Company must be managed by or under direction of the Board.
- 28.5.2 The Board has the power to:
  - 28.5.2.1 appoint or co-opt any person as Director, whether to fill any vacancy on the Board on a temporary basis, as set out in section 68(3), or as an additional Director provided that such appointment must be confirmed by the Shareholders, in accordance with clause 28.1.2, at the next annual general meeting of the Company, as required in terms of section 70(3)(b)(i); and

- 28.5.2.2 exercise all of the powers and perform any of the functions of the Company, as set out in section 66(1),
- and the powers of the Board in this regard are only limited and restricted as contemplated in this clause 28 .
- 28.5.3 The Directors may at any time and from time to time by power of attorney appoint any person or persons to be the attorney or attorneys and agent(s) of the Company for such purposes and with such powers, authorities and discretions (not exceeding those vested in or exercisable by the Directors in terms of this Memorandum of Incorporation) and for such period and subject to such conditions as the Directors may from time to time think fit. Any such appointment may, if the Directors think fit, be made in favour of any company, the shareholders, directors, nominees or managers of any company or firm, or otherwise in favour of any fluctuating body of persons, whether nominated directly or indirectly by the Directors. Any such power of attorney may contain such provisions for the protection or convenience of persons dealing with such attorneys and agents as the Directors think fit. Any such attorneys or agents as aforesaid may be authorised by the Directors to sub-delegate all or any of the powers, authorities and discretions for the time being vested in them.
- 28.5.4 Save as otherwise expressly provided herein, all cheques, promissory notes, bills of exchange and other negotiable or transferable instruments, and all documents to be executed by the Company, shall be signed, drawn, accepted, endorsed or executed, as the case may be, in such manner as the Directors shall from time to time determine.
- 28.5.5 All acts performed by the Directors or by a committee of Directors or by any person acting as a Director or a member of a committee shall, notwithstanding that it shall afterwards be discovered that there was some defect in the appointment of the Directors or persons acting as aforesaid, or that any of them were disqualified from or had vacated office, be as valid as if every such person had been duly appointed and was qualified and had continued to be a Director or member of such committee.

28.5.6 If the number of Directors falls below the minimum number fixed in accordance with this Memorandum of Incorporation, the remaining Directors must as soon as possible and in any event not later than three months from the date that the number falls below such minimum, fill the vacancy/ies in accordance with clause 28.5.2.1 or convene a Shareholders' meeting for the purpose of filling the vacancies, and the failure by the Company to have the minimum number of Directors during the said three month period does not limit or negate the authority of the Board or invalidate anything done by the Board while their number is below the minimum number fixed in accordance with this Memorandum of Incorporation.

28.5.7 The Directors in office may act notwithstanding any vacancy in their body, but if after the expiry of the three month period contemplated in clause 28.5.6, their number remains below the minimum number fixed in accordance with this Memorandum of Incorporation, they may, for as long as their number is reduced below such minimum, act only for the purpose of filling vacancies in their body in terms of section 68(3) or of summoning Shareholders' meetings of the Company, but not for any other purpose.

## 28.6 **Directors' interests**

28.6.1 A Director may hold any other office or position of profit under the Company (except that of auditor) or any subsidiary of the Company in conjunction with the office of Director, for such period and on such terms as to remuneration (in addition to the remuneration to which he may be entitled as a Director) and otherwise as a disinterested quorum of the Directors may determine.

28.6.2 A Director of the Company may be or become a director or other officer of, or otherwise interested in, any company in which the Company may be interested as shareholder or otherwise, provided that the appointment and remuneration in respect of such other office must be determined by a disinterested quorum of Directors.

28.6.3 Each Director and each alternate Director, Prescribed Officer and



member of any committee of the Board (whether or not such latter persons are also members of the Board) shall, subject to the exemptions contained in section 75(2) and the qualifications contained in section 75(3), comply with all of the provisions of section 75 in the event that they (or any person who is a related person to them) has a personal financial interest in any matter to be considered by the Board.

- 28.6.4 The Directors shall not, for as long as the Securities of the Company are listed on the JSE, have the power to propose any resolution to Shareholders to ratify an act of the Directors that is inconsistent with any limitation imposed by this Memorandum of Incorporation on the authority of the Directors to perform such an act on behalf of the Company in the event that such a resolution would lead to ratification of an act that is contrary to the JSE Listings Requirements, unless the Directors have obtained the prior approval of the JSE to propose such a resolution to Shareholders.

## 29 DIRECTORS' MEETINGS

- 29.1 Save as may be provided otherwise herein, the Directors may meet together for the despatch of business, adjourn and otherwise regulate their meetings as they think fit.
- 29.2 The Directors may elect a chairperson and a deputy chairperson and determine the period for which each is to hold office. The chairperson, or in his absence the deputy chairperson, shall be entitled to preside over all meetings of Directors. If no chairperson or deputy chairperson is elected, or if at any meeting neither is present or willing to act as chairperson thereof within ten minutes of the time appointed for holding the meeting, the Directors present shall choose one of their number to be chairperson of such meeting.
- 29.3 In addition to the provisions of section 73(1), any Director shall at any time be entitled to call a meeting of the Directors.
- 29.4 The Board has the power:
- 29.4.1 as contemplated in section 74, to consider any matter and/or adopt any

resolution other than at a meeting and, accordingly, any decision that could be voted on at a meeting of the Board may instead be adopted by the written consent of a majority of the Directors, given in person or by Electronic Communication, provided that each Director has received notice of the matter to be decided. Such resolution, inserted in the minute book, shall be as valid and effective as if it had been passed at a meeting of Directors. Any such resolution may consist of several documents and shall be deemed to have been passed on the date on which it was last signed by the last Director who signed it, unless a statement to the contrary is made in that resolution:

- 29.4.2 to conduct a meeting entirely by Electronic Communication, or to provide for participation in a meeting by Electronic Communication, as set out in section 73(3), provided that, as required by such section, the Electronic Communication facility employed ordinarily enables all persons participating in the meeting to communicate concurrently with each other without an intermediary and to participate reasonably effectively in the meeting;
- 29.4.3 to determine the manner and form of providing notice of its meetings contemplated in section 73(4), provided that:
  - 29.4.3.1 the notice period for the convening of any meeting of the Board will be at least seven days unless the decision of the Directors is required within a shorter period of notice, in which event the meeting may be called on shorter notice. The decision of the chairperson of the Board, or failing the chairperson for any reason, the decision of the majority of the Directors as to whether a shorter period of notice may be given, shall be final and binding on the directors. To the extent that a Director votes or indicates that he will abstain from voting on any matter in respect of which such shorter notice period has been given, such Director will be regarded, at the same time, as having approved the shorter notice period unless such Director expressly states that he is voting against the shorter notice period;
  - 29.4.3.2 an agenda of the matters to be discussed at the meeting shall be given to each Director, together with the notice referred to in

clause 29.4.3.1; and

29.4.4 to proceed with a meeting despite a failure or defect in giving notice of the meeting, as provided in section 73(5),

and the powers of the Board in respect of the above matters are not limited or restricted by this Memorandum of Incorporation.

29.5 The quorum requirement for a Directors' meeting (including an adjourned meeting) to begin, the voting rights at such a meeting, and the requirements for approval of a resolution at such a meeting are as set out in section 73(5), subject only to clause 29.5.5, and accordingly:

29.5.1 if all of the Directors of the Company:

29.5.1.1 acknowledge actual receipt of the notice convening a meeting; or

29.5.1.2 are present at a meeting; or

29.5.1.3 waive notice of a meeting,

the meeting may proceed even if the Company failed to give the required notice of that meeting or there was a defect in the giving of the notice;

29.5.2 a majority of the Directors must be present at a meeting before a vote may be called at any meeting of the Directors;

29.5.3 each Director has 1 vote on a matter before the Board;

29.5.4 a majority of the votes cast in favour of a resolution is sufficient to approve that resolution;

29.5.5 in the case of an equality of votes, the chairperson shall have a second or casting vote, unless only two Directors are present, in which event the chairperson shall not have a second or casting vote.

29.6 Resolutions adopted by the Board:

29.6.1 must be dated and sequentially numbered; and

29.6.2 are effective as of the date of the resolution (being the date on which it was signed by the last Director who signed it in the case of a resolution passed in accordance with clause 29.4.1), unless any resolution states otherwise.

29.7 Any minutes of a meeting, or a resolution, signed by the chairperson of the meeting, or by the chairperson of the next meeting of the Board or by the Company secretary, are evidence of the proceedings of that meeting, or the adoption of that resolution, as the case may be.

### **30 DIRECTORS' COMPENSATION AND FINANCIAL ASSISTANCE**

30.1 The Company may pay remuneration to the Directors for their services as Directors in accordance with a special resolution approved by the Shareholders within the previous two years, as set out in section 66(8) and (9), and the power of the Company in this regard is not limited or restricted by this Memorandum of Incorporation.

30.2 Any Director who:

30.2.1 serves on any executive or other committee; or

30.2.2 devotes special attention to the business of the Company; or

30.2.3 goes or resides outside South Africa for the purpose of the Company; or

30.2.4 otherwise performs or binds himself to perform services which, in the opinion of the Directors, are outside the scope of the ordinary duties of a Director,

may be paid such extra remuneration or allowances in addition to or in substitution of the remuneration to which he may be entitled as a Director, as a disinterested quorum of the Directors may from time to time determine.

30.3 The Directors may also be paid all their travelling and other expenses necessarily incurred by them in connection with:

30.3.1 the business of the Company; and

30.3.2 attending meetings of the Directors or of committees of the Board.

- 30.4 The authority of the Board to authorise the Company to provide financial assistance to a Director or prescribed officer or a related or inter-related company, or to a related or interrelated company or corporation or to a member of a related or interrelated company or corporation, or to a person related to any such person or entity is, subject to the provisions of section 45(3), not restricted or varied by this Memorandum of Incorporation.

## 31 EXECUTIVE DIRECTORS

- 31.1 The Directors may from time to time appoint one or more executive Directors for such term and at such remuneration as they may think fit, and may revoke such appointment subject to the terms of any agreement entered into in any particular case. A Director so appointed shall not be subject to retirement in the same manner as the other Directors, but his or her appointment shall terminate if he or she ceases for any reason to be a Director.
- 31.2 Subject to the provisions of any contract between himself or herself and the Company, an executive Director shall be subject to the same provisions as to disqualification and removal as the other Directors of the Company.
- 31.3 The Directors may from time to time entrust to and confer upon an executive Director for the time being such of the powers exercisable in terms of this Memorandum of Incorporation by the Directors as they may think fit, and may confer such powers for such time and to be exercised for such objects and purposes, and upon such terms and conditions, and with such restrictions, as they think expedient; and they may confer such powers either collaterally with or to the exclusion of and in substitution for all or any of the powers of the Directors in that behalf, and may from time to time revoke, withdraw, alter or vary all or any of such powers.

## 32 INDEMNIFICATION OF DIRECTORS

- 32.1 The Company may:
- 32.1.1 advance expenses to a Director or directly or indirectly indemnify a Director in respect of the defence of legal proceedings, as set out in section 78(4);

32.1.2 indemnify a Director in respect of liability as set out in section 78(5); and/or

32.1.3 purchase insurance to protect the Company or a Director as set out in section 78(7),

and the power of the Company in this regard is not limited, restricted or extended by this Memorandum of Incorporation.

32.2 The provisions of clause 32.1 shall apply *mutatis mutandis* in respect of any Prescribed Officer or member of any committee of the Board, including the audit committee, or any former Director, former Prescribed Officer or former member of any committee of the Board.

### 33 **BORROWING POWERS**

33.1 Subject to the provisions of clause 33.2 and the other provisions of this Memorandum of Incorporation, the Directors may from time to time:

33.1.1 borrow for the purposes of the Company such sums as they think fit; and

33.1.2 secure the payment or repayment of any such sums, or any other sum, as they think fit, whether by the creation and issue of Securities, mortgage or charge upon all or any of the property or assets of the Company.

33.2 The Directors shall procure (but as regards subsidiaries of the Company only insofar as by the exercise of voting and other rights or powers of control exercisable by the Company they can so procure) that the aggregate principal amount at any one time outstanding in respect of moneys so borrowed or raised by:

33.2.1 the Company; and

33.2.2 all the subsidiaries for the time being of the Company (excluding moneys borrowed or raised by any of such companies from any other of such companies but including the principal amount secured by any outstanding guarantees or suretyships given by the Company or any of its subsidiaries for the time being for the indebtedness of any other

company or companies whatsoever and not already included in the aggregate amount of the moneys so borrowed or raised),

shall not exceed, to the extent applicable, the aggregate amount at that time authorised to be borrowed or secured by the Company or the subsidiaries for the time being of the Company (as the case may be).

#### **34 COMMITTEES OF THE BOARD**

34.1 The Board may:

34.1.1 appoint committees of Directors and delegate to any such committee any of the authority of the Board as contemplated in section 72(1); and/or

34.1.2 include in any such committee persons who are not Directors, as contemplated in section 72(2)(a),

and the power of the Board in this regard is not limited or restricted by this Memorandum of Incorporation.

34.2 The authority of a committee appointed by the Board as contemplated in section 72(2)(b) and (c) is not limited or restricted by this Memorandum of Incorporation.

34.3 The Board shall further appoint such committees as it is obliged to do in terms of the Act and, for as long as the Company's Securities are listed on the JSE, such committees as are required by the JSE Listings Requirements, having such functions and powers as are prescribed by the Act and/or the JSE Listings Requirements, as the case may be.

#### **35 ANNUAL FINANCIAL STATEMENTS**

35.1 The Company shall keep all such accurate and complete accounting records as are necessary to enable the Company to satisfy its obligations in terms of:

35.1.1 the Act;

35.1.2 any other law with respect to the preparation of financial statements to

which the Company may be subject; and

- 35.1.3 this Memorandum of Incorporation.
- 35.2 The Company shall each year, after the end of its financial year, prepare annual financial statements within the period prescribed by the Act, or such shorter period as may be appropriate to provide the required notice of an annual general meeting in terms of section 61(7).
- 35.3 The Company shall appoint an auditor each year at its annual general meeting. If the Company appoints a firm as its auditor, any change in the composition of the members of that firm shall not by itself create a vacancy in the office of auditor.
- 35.4 The annual financial statements of the Company must be prepared and audited in accordance with the provisions of section 30.
- 35.5 A copy of the annual financial statements must be delivered to Shareholders at least fifteen business days before the date of the annual general meeting of the Company at which such annual financial statements will be considered.
- 35.6 The annual financial statements shall be prepared on a basis that is not inconsistent with any unalterable provision of the Act and shall:
  - 35.6.1 satisfy, as to form and content, the financial reporting standards of IFRS; and
  - 35.6.2 subject to and in accordance with IFRS:
    - 35.6.2.1 present fairly the state of affairs and business of the Company and explain the transactions and financial position of the business of the Company;
    - 35.6.2.2 show the Company's assets, liabilities and equity, as well as its income and expenses;
    - 35.6.2.3 set out the date on which the statements were produced and the accounting period to which they apply; and



- 35.6.2.4 bear on the first page thereof a prominent notice indicating that the annual financial statements have been audited and the name and professional designation of the person who prepared them.

## 36 **AUDIT COMMITTEE**

- 36.1 The Company must, at each annual general meeting of the Company, elect an audit committee comprising at least three members, each of which member must:

- 36.1.1 be a Director, who satisfies any applicable requirements prescribed in terms of section 94(5);

- 36.1.2 not be:

- 36.1.2.1 involved in the day-to-day management of the Company's business or have been so involved at any time during the previous financial year;

- 36.1.2.2 a prescribed officer, or full-time employee of the Company or another related or inter-related company, or have been such an officer or employee at any time during the previous three financial years; or

- 36.1.2.3 a material supplier or customer of the Company, such that a reasonable and informed third party would conclude in the circumstances that the integrity, impartiality or objectivity of that Director is compromised by that relationship; and

- 36.1.3 not be related to any person who falls within any of the criteria set out in clause 36.1.2.

- 36.2 The audit committee shall be appointed in accordance with, and its duties regulated by, section 94.

## 37 **SOCIAL AND ETHICS COMMITTEE**

The Company must elect a social and ethics committee comprising at least three Directors or prescribed officers, at least one of whom must be a

Director who is not involved in the day-to-day management of the Company's business, and must not have been so involved within the previous three financial years. The social and ethics committee shall be appointed in accordance with, and its duties regulated by, regulation 43 of the Regulations.

### **38 COMPANY SECRETARY**

- 38.1 The Company must appoint a company secretary.
- 38.2 The company secretary must have the requisite knowledge of, or experience with, relevant laws and be a permanent resident of South Africa.
- 38.3 The Board must fill any vacancy in the office of company secretary within the period prescribed by the Act after such vacancy arises by a person whom the Directors consider to have the requisite knowledge and experience.

### **39 AUTHENTICATION OF DOCUMENTS**

Any Director or the company secretary or any person appointed by the Board for that purpose shall have the power to authenticate:

- 39.1 this Memorandum of Incorporation;
- 39.2 any resolution taken by the Company in a Shareholders' meeting or the Board; and
- 39.3 any book, charter, certificate, document or account with regard to the matters of the Company,

and to certify copies thereof as true copies and excerpts.

### **40 DISTRIBUTIONS**

- 40.1 Subject to compliance with the provisions of the Act, in particular section 46, the JSE Listings Requirements and this Memorandum of Incorporation, the Company may make any proposed distribution, as defined and contemplated in the Act, if such distribution:

- 40.1.1 is pursuant to an existing legal obligation of the Company, or a court order; or
- 40.1.2 is authorised by resolution of the Board.
- 40.2 No distribution shall bear interest against the Company, except as otherwise provided under the conditions of issue of the Shares in respect of which such distribution is payable.
- 40.3 Distributions may be declared either free of or subject to the deduction of income tax and any other tax or duty in respect of which the Company may be chargeable.
- 40.4 The Board may from time to time declare and pay to the Shareholders such interim distributions as the Board consider to be appropriate.
- 40.5 Dividends may be declared by the Directors in accordance with the Act.
- 40.6 All unclaimed dividends may be invested by the Company in trust for the benefit of the relevant Shareholder until claimed, and dividends that remain unclaimed for a period of three years from the date on which they were declared may be declared by the Board to be forfeited for the benefit of the Company. The Board may at any time annul such forfeiture upon such conditions (if any) as they think fit. All unclaimed monies, other than dividends, that are due to Shareholder/s shall be held by the Company in trust for an indefinite period until lawfully claimed by such Shareholder/s.
- 40.7 Any distribution, interest or other sum payable in cash to the holder of a Share may be paid by cheque or warrant sent by post and addressed to:
  - 40.7.1 the holder at his registered address; or
  - 40.7.2 in the case of joint holders, the holder whose name appears first in the Securities Register in respect of the Share, at his registered address; or
  - 40.7.3 such person and at such address as the holder or joint holders may in writing direct.
- 40.8 Every such cheque or warrant shall:

- 40.8.1 be made payable to the order of the person to whom it is addressed; and
- 40.8.2 be sent at the risk of the holder or joint holders.
- 40.9 The Company shall not be responsible for the loss in transmission of any cheque or warrant or of any document (whether similar to a cheque or warrant or not) sent by post as aforesaid.
- 40.10 A holder or any one of two or more joint holders, or his or their agent duly appointed in writing, may give valid receipts for any distributions or other moneys paid in respect of a Share held by such holder or joint holders.
- 40.11 When such cheque or warrant is paid, it shall discharge the Company of any further liability in respect of the amount concerned.
- 40.12 A distribution may also be paid in any other way determined by the Directors, and if the directives of the Board in that regard are complied with, the Company shall not be liable for any loss or damage which a Shareholder may suffer as a result thereof.
- 40.13 Without detracting from the ability of the Company to issue capitalisation Shares, any distribution may be paid wholly or in part:
  - 40.13.1 by the distribution of specific assets; or
  - 40.13.2 by the issue of Shares, debentures or securities of the Company or of any other company; or
  - 40.13.3 in cash; or
  - 40.13.4 in any other way which the Board or the Company in a Shareholders' meeting may at the time of declaring the distribution determine.
- 40.14 Where any difficulty arises in regard to such distribution, the Board may settle that difficulty as they think expedient, and in particular may fix the value which shall be placed on such specific assets on distribution.
- 40.15 The Board may:
  - 40.15.1 determine that cash payments shall be made to any Shareholder on the

- basis of the value so fixed in order to secure equality of distribution; and
- 40.15.2 vest any such assets in trustees upon such trusts for the benefit of the persons entitled to the distribution as the Board deem expedient.
- 40.16 Any distribution must be made payable to Shareholders registered as at a date subsequent to the date of declaration thereof or the date of confirmation thereof, whichever is the later date.
- 40.17 Without limiting the provisions of clause 40.1.2 above, all payments made to holders of Securities listed on the JSE ("**Listed Securities**") must be in accordance with the JSE Listings Requirements and capital payments to holders of Listed Securities may not be made on the basis that it can be called up again.

#### 41 **RESERVES**

- 41.1 The Board may, before recommending any preference or other dividend or other distribution, set aside such amounts from the profits of the Company as reserves as it deems fit.
- 41.2 Such reserves may in the discretion of the Board be used for any admissible purpose and pending such use, the Board may in its discretion:
- 41.2.1 use them for the business of the Company without them being separated from the other assets of the Company; or
- 41.2.2 invest it.
- 41.3 The Board may in its discretion transfer any profits which should not be distributed in its opinion, without putting them to reserve.
- 41.4 The Board may:
- 41.4.1 distribute any such reserve funds as it deems fit;
- 41.4.2 consolidate such funds or any part thereof in one fund.

## 42 ACCESS TO COMPANY RECORDS

- 42.1 Each person who holds or has a beneficial interest in any Securities issued by the Company is entitled to inspect and copy, without any charge for any such inspection or upon payment of no more than the prescribed maximum charge for any such copy, the information contained in the records of the Company referred to in section 26(1), being –
- 42.1.1 this Memorandum of Incorporation, and any amendments or alterations thereof;
- 42.1.2 a record of the Directors, including the details of any person who has served as a Director, for the period as prescribed by the Act after that person has ceased to serve as a Director, and any information relating to such persons referred to in section 24(5);
- 42.1.3 all:
- 42.1.3.1 reports presented at an annual general meeting of the Company for the period as prescribed by the Act after the date of any such meeting; and
- 42.1.3.2 annual financial statements required by the Act for the period as prescribed by the Act after the date on which each such particular statements were issued;
- 42.1.4 notice and minutes of all Shareholders' meetings, including:
- 42.1.4.1 all resolutions adopted by them, for the period as prescribed by the Act after the date each such resolution was adopted; and
- 42.1.4.2 any document that was made available by the Company to the holders of Securities in relation to each such resolution;
- 42.1.5 any written communications sent generally by the Company to all holders of any class of the Company's Securities, for the period as prescribed by the Act after the date on which each of such communications was issued; and

42.1.6 the Securities Register.

42.2 A person not contemplated in clause 42.1 has a right to inspect the Securities Register and the register of Directors upon payment of an amount not exceeding the prescribed maximum fee for any such inspection.

42.3 A person who wishes to inspect the Uncertificated Securities Register may do so only through the Company in terms of section 26, and in accordance with the rules of the Central Securities Depository. Within the period as prescribed by the Act after the date of a request for inspection, the Company must produce a record of the Uncertificated Securities Register, which record must reflect at least the details referred to in section 50(3)(b) at the close of business on the day on which the request for inspection was made.

#### 43 **PAYMENT OF COMMISSION**

43.1 The Company may pay a commission to any person in consideration of his subscribing or agreeing to subscribe, whether absolutely or conditionally, for any Securities of the Company or for procuring or agreeing to procure, whether absolutely or conditionally, subscriptions for any Securities of the Company, provided that for as long as the Securities of the Company are listed on the JSE, such commission may not exceed a rate of 10% of the issue price of the relevant Security.

43.2 Commission may be paid out of capital or profits, whether current or accumulated, or partly out of the one and partly out of the other.

43.3 Such commission may be paid in cash or, if authorised by the Shareholders by ordinary resolution, by the allotment of fully or partly paid-up Securities, or partly in one way and partly in the other.

43.4 The Company may, on any issue of Securities, pay such brokerage as may be lawful.

#### 44 **NOTICES**

44.1 All notices shall be given by the Company to each Shareholder of the

Company who has elected to receive such notices and simultaneously to the Issuer Regulation Division of the JSE, and shall be given in writing in any manner authorised by the JSE Listings Requirements and/or the Act, as may be applicable. All notices shall, in addition to the above, be released through SENS provided that, in the event that the Shares or other Securities of the Company are not listed on the JSE, all the provisions of this Memorandum of Incorporation relating to the publication of notices via SENS shall no longer apply and such notices shall thereafter only be delivered in accordance with the provisions of the Act.

44.2 Each Shareholder of the Company:

44.2.1 shall notify in writing to the Company an address, which address shall be his registered address for the purposes of receiving written notices from the Company by post and if he has not named such an address he shall be deemed to have waived his right to be so served with notices; and

44.2.2 may notify in writing to the Company an email address and/or facsimile number, which address shall be his address for the purposes of receiving notices by way of Electronic Communication,

provided that a Shareholder who fails to notify the Company of an address, will be deemed to have elected not to receive notices and documents, from the Company.

44.3 Any Shareholder whose address in the Securities Register is an address not within South Africa, shall be entitled to have notices served upon him at such address.

44.4 In the case of joint holders of a Share, all notices shall, unless such holders otherwise in writing request and the Board agree, be given to that Shareholder whose name appears first in the Securities Register and a notice so given shall be deemed sufficient notice to all the joint holders.

44.5 Every person who by operation of law, transfer or other means whatsoever becomes entitled to any Share, shall be bound by every notice in respect of that Share which, prior to his name and address being entered in the Securities Register, was given to the person from whom he derives his title



to such Share.

- 44.6 Any notice or document delivered or sent by post to or left at the registered address of any Shareholder in pursuance of this Memorandum of Incorporation shall, notwithstanding that such Shareholder was then deceased, and whether or not the Company has notice of his death, be deemed to have been duly served in respect of any Shares, whether held solely or jointly with other persons by such Shareholder, until some other person be registered in his stead as the sole or joint holder thereof, and such service shall for all purposes of this Memorandum of Incorporation be deemed a sufficient service of such notice or document on his heirs, executors or administrators, and all persons (if any) jointly interested with him in any such Shares.

#### 45 **WINDING-UP**

- 45.1 If the Company is wound-up the liquidator may, with the sanction of a special resolution of the Shareholders, divide among the Shareholders *in specie* or kind the whole or any part of the assets of the Company and may for such purpose:
- 45.1.1 set a value which he deems fair upon any asset; and
- 45.1.2 determine how the division shall be carried out as between the Shareholders or holders of different classes of Shares.
- 45.2 The liquidator may, with the sanction of a special resolution of the Shareholders, vest the whole or any part of the assets in trustees upon trusts for the benefit of the Shareholders or any of them.
- 45.3 Any such resolution may provide for and sanction a distribution of specific assets amongst the holders of different classes of Shares contrary to their existing rights, but each Shareholder shall in that event have a right of dissent and other ancillary rights in the same manner as if such resolution were a special resolution passed pursuant to the provisions of the Act.

#### 46 **PRE-ACQUISITION PROFITS**

- 46.1 Where any asset, business or property is purchased by the Company with

effect from an expired date on condition that the Company shall be entitled to the profits as from that date and shall be liable for the losses thereof, such profits or losses (according to the case) shall -

46.1.1 in the discretion of the Board; and

46.1.2 within the limits of the law,

be credited or debited entirely or partially against the income account.

46.2 The amount so credited or debited shall, for the purposes of ascertaining the amount available for dividends, be treated as a profit or loss arising from the business of the Company and the amount available for dividends shall be adjusted accordingly.

## **ADOPTION**

This Memorandum of Incorporation was adopted by special resolution of the Shareholders on **[11 January 2013]**.

**CLASSES OF SHARES**

- 1 The Company is authorised to issue 1 000 000 000 ordinary shares with no par value as contemplated in clause 8.1.1 of the Memorandum of Incorporation to which this schedule is Schedule 1.
- 2 In addition to the Shares contemplated in paragraph 1 above, the Company is authorised to issue no more than the following further Shares:

[Nil]