

SAFARI INVESTMENTS RSA LIMITED

Approved as a REIT by the JSE Limited

(Incorporated in the Republic of South Africa)

(Registration number 2000/015002/06)

Share code: SAR ISIN: ZAE000188280

("Safari" or "the Company")

DECLARATION AND FINALISATION ANNOUNCEMENT FOR THE CASH  
DISTRIBUTION WITH THE ELECTION TO REINVEST AND POSTING OF  
CIRCULAR

The directors of Safari have approved and declared a gross cash distribution of 34 cents per share with the election to reinvest the cash distribution in return for Safari shares in the ratio of 4.47368 new Safari shares for every 100 Safari shares held.

POSTING OF CIRCULAR

Safari will post a circular to shareholders on Monday, 19 June 2017 setting out full particulars relating to the cash distribution with the election to reinvest the cash distribution in return for Safari shares ("Circular").

SALIENT DATES AND TIMES

The following salient dates and times are applicable to the cash distribution with the option to reinvest the cash distribution for ordinary Safari shares:

|  | 2017              |
|--|-------------------|
| Declaration and finalisation announcement on SENS for the cash distribution or share reinvestment alternative    | Thursday, 15 June |
| Circular and enclosed forms posted to shareholders   | Monday, 19 June   |
| Last day to trade ("LDT") cum distribution or share reinvestment alternative                                     | Tuesday, 4 July   |
| Shares to trade ex distribution  | Wednesday, 5 July |
| Listing of maximum possible number of share reinvestment alternative shares commences on the JSE Limited ("JSE") | Friday, 7 July    |
| Last day to elect to receive the share   | Friday, 7 July    |

reinvestment alternative (no late Form A (form of election) will be accepted) at 12:00 (South African time)

|   |                    |
|---|--------------------|
| Record date for the cash distribution or share reinvestment alternative   | Friday, 7 July     |
| Announcement of results of cash distribution and share reinvestment alternative on SENS   | Monday, 10 July    |
| Cheques posted to certificated shareholders and accounts credited by CSDP or broker to dematerialised shareholders electing the cash alternative on or about                          | Monday, 10 July    |
| Share certificates posted to certificated shareholders and accounts credited by CSDP or broker to dematerialised shareholders electing the share reinvestment alternative on or about | Wednesday, 12 July |
| Adjustment to shares listed on the JSE Limited on or about  | Thursday, 13 July  |

#### Notes:

1. Shareholders electing the share reinvestment alternative are alerted to the fact that the new shares will be listed on LDT + 3 and that these new shares can only be traded on LDT + 3, due to the fact that settlement of the shares will be three days after record date, which differs from the conventional one day after record date settlement process.
2. Shares may not be dematerialised or rematerialised between commencement of trade on Wednesday, 5 July 2017 and the close of trade on Friday, 7 July 2017.

#### FRACTIONS

The option to elect the share reinvestment alternative will be based on and be calculated at 4. 47368 new Safari shares for every 100 Safari shares held. The number of shares to which shareholders will become entitled will be calculated on the following basis:

New Safari ordinary shares = (number of Safari ordinary shares held X 4. 47368 ÷ 100)

Trading in the electronic Strate environment does not permit fractions and fractional entitlements in respect of shares. Accordingly, should a shareholder elect the share reinvestment alternative and should the application of the abovementioned formula give rise to a fraction of a new share, such fraction will be rounded down to the nearest whole number, resulting in the allocation of whole shares and a payment to the shareholder in respect of the remaining cash amount due to that shareholder under the cash distribution. The remaining cash amount portion will be subject to dividend tax as detailed in the belowmentioned paragraph.

#### TAX IMPLICATIONS

In accordance with Safari's status as a Real Estate Investment Trust ("REIT"), shareholders are advised that the dividend meets the requirements of a "qualifying distribution" for the purposes of section 25BB of the Income Tax Act, No 58 of 1962 ("Income Tax Act"). The dividends on the shares will be deemed to be dividends for South African tax purposes in terms of section 25BB of the Income Tax Act.

#### Tax implications for South African resident shareholders

Dividends received by or accrued to South African tax residents must be included in the gross income of such shareholders and will not be exempt from income tax in terms of the exclusion to the general dividend exemption contained in section 10(1)(k)(i)(aa) of the Income Tax Act because they are dividends distributed by a REIT. These dividends are however exempt from dividend withholding tax ("Dividend Tax") in the hands of South African resident shareholders provided that the South African resident shareholders have provided to the CSDP or broker, as the case may be, in respect of uncertificated shares, or the company, in respect of certificated shares, a DTD(EX) (Dividend Tax: Declaration and undertaking to be made by the beneficial owner of a share) form to prove their status as South African residents.

If resident shareholders have not submitted the abovementioned documentation to confirm their status as South African residents, they are advised to contact their CSDP, or broker, as

the case may be, to arrange for the documents to be submitted prior to the payment of the dividend.

#### Tax implications for non-resident shareholders

Dividends received by non-resident shareholders from a REIT will not be taxable as income and instead will be treated as ordinary dividends which are exempt from income tax in terms of the general dividend exemption in section 10(1)(k)(i) of the Income Tax Act. With effect from 1 January 2014, any dividend received by a non-resident from a REIT will be subject to Dividend Tax at 20%, unless the rate is reduced in terms of any applicable agreement for the avoidance of double taxation ("DTA") between South Africa and the country of residence of the non-resident shareholder. Assuming Dividend Tax will be withheld at a rate of 20%, the net distribution amount due to non-resident shareholders is 27.2 cents per share with the election to reinvest the cash distribution in return for Safari shares in the ratio of 3.57894 new Safari shares for every 100 Safari shares held. A reduced dividend withholding rate in terms of the applicable DTA may only be relied on if the non-resident shareholder has provided the following forms to their CSDP or broker, as the case may be, in respect of uncertificated shares, or the company, in respect of certificated shares:

- a declaration that the dividend is subject to a reduced rate as a result of the application of a DTA; and
- a written undertaking to inform the CSDP, broker or the company, as the case may be, should the circumstances affecting the reduced rate change or the beneficial owner cease to be the beneficial owner, both in the form prescribed by the Commissioner for the South African Revenue Service.

If applicable, non-resident shareholders are advised to contact the CSDP, broker or the company, as the case may be, to arrange for the abovementioned documents to be submitted prior to payment of the dividend if such documents have not already been submitted.

Other information

- The ordinary issued share capital of Safari is 191 257 646 ordinary shares of no par value before any election to reinvest the cash distribution.
- Income tax reference number of Safari: 9012/264/14/0.
- The share reinvestment alternative is based on a share price of R7.60 per Safari share.

Shareholders are encouraged to consult their professional advisors should they be in any doubt as to the appropriate action to take.

#### JURISDICTION

The distribution of the Circular and/or accompanying documents and the right to elect share reinvestment alternative shares in jurisdictions other than the Republic of South Africa may be restricted by law and a failure to comply with any of these restrictions may constitute a violation of the securities laws of any such jurisdictions. The shares have not been and will not be registered for the purposes of the election under the securities laws of the United Kingdom, European Economic Area, Canada, United States of America, Japan or Australia and accordingly are not being offered, sold, taken up, re-sold or delivered, directly or indirectly, to recipients with registered addresses in such jurisdictions.

19 June 2017

Pretoria

Sponsor and corporate adviser: PSG Capital