



CEREBOS LIMITED

(REGISTRATION NUMBER: 1945/018614/06)
"CEREBOS"



KHUMO BATHONG STRATEGIC INVESTMENTS 2 (PTY) LIMITED

(REGISTRATION NUMBER: 2005/025863/07)
"KHUMO BATHONG"

ACQUISITION BY KHUMO BATHONG OF A MINORITY SHAREHOLDING IN CEREBOS

1. INTRODUCTION

The directors of Cerebos are pleased to announce that Khumo Bathong has acquired a 36.67% shareholding in the holding company of Cerebos, Star Focus 115 (Pty) Limited.

2. NATURE OF BUSINESS

The primary business of Cerebos is the production and supply of pure vacuum dried and solar salt for the pharmaceutical, industrial and food manufacturing industries. It has user rights to the Cerebos and Saxa trademarks and owns the Buffalo, Salnova and Salago brands amongst others. Cerebos is recognized as South Africa's leading premium grade salt producer and enjoys a retail market share of approximately 40%.

3. RATIONALE FOR TRANSACTION

As part of its expansion and relocation initiatives, Cerebos identified the need for a strategic partner that could provide both equity capital and strategic input. The transaction assists Cerebos in meeting the criteria of the Mining Charter, in order to convert its existing mining rights into new order rights.

4. TERMS OF THE TRANSACTION

Khumo Bathong subscribed for 25% of the ordinary shares in Star Focus 115 (Pty) Limited and acquired an additional 11.67% from an exiting minority shareholder. The transaction values remain confidential.

APRIL 2006
PORT ELIZABETH

CORPORATE ADVISOR



TRANSACTION ATTORNEYS

