



DATAFER (PTY) LTD

(REGISTRATION NUMBER: 2003/000538/07)
"DATAFER"

INTRODUCTION OF THREE STRATEGIC SHAREHOLDERS INTO DATAFER

1. INTRODUCTION

The directors of Datafer are pleased to announce the introduction of two strategic shareholders and a black empowered shareholder to the company. Khumo Bathong Strategic Investments (Pty) Ltd has acquired a 25.1% interest from Hosken Consolidated Investments Ltd and will play a crucial role in positioning Datafer as a fully black empowered transcription business. Jemax Management Services (Pty) Ltd has advanced expansion and working capital to Datafer, and they and Spirit Capital (Pty) Ltd have acquired a significant minority interest.

2. NATURE OF BUSINESS

Datafer is a leading transcription service provider and the premier supplier of dictation and transcription products and services. Datafer offers a wide variety of digital dictation and transcription products and services, and has a secure online dedicated transcription platform providing clients with an excellent platform to outsource transcription.

3. RATIONALE FOR TRANSACTION

Datafer is experiencing significant growth and has identified further opportunities that would require equity capital. Datafer identified the need for strategic equity partners that could provide both equity capital and strategic input. In addition to strategic input, Khumo Bathong provides Datafer with significant BEE credentials, whilst Jemax and Spirit Capital provide access to capital and strategic financial input.

4. TERMS OF THE TRANSACTION

Both Jemax and Khumo Bathong are entitled to nominate one director to Datafer's board. The terms of the transaction remain confidential.

May 2006
Johannesburg

