



SPIRIT CAPITAL (PTY) LIMITED

(REGISTRATION NUMBER: 1998/019892/07)
"SPIRIT CAPITAL"

INNFILE
HOLDINGS

INNFILE HOLDINGS (PTY) LIMITED

(REGISTRATION NUMBER: 2002/020278/07)
"INNFILE HOLDINGS"

**ACQUISITION BY SPIRIT CAPITAL OF A MINORITY
INTEREST IN INNFILE HOLDINGS**

1. INTRODUCTION

The directors of Spirit Capital (Pty) Ltd are pleased to announce the acquisition of a minority interest in Innfile Holdings (Pty) Ltd.

2. NATURE OF BUSINESS

Innfile Holdings owns 70% of Tidy Files S.A. (Pty) Ltd and has negotiated the acquisition of a 70% interest in the business of On Demand SA (Pty) Ltd. Tidy Files manufactures and distributes filing systems, office furniture and stationery consumables to corporate and wholesale markets in Southern Africa. On Demand is a provider of office automation and communication solutions. On Demand's products include PABX systems, photo copiers, printers and least-cost routing systems

3. RATIONALE FOR TRANSACTION

Innfile Holdings required equity capital for the acquisition of its stake in On Demand, and identified Spirit Capital as its preferred equity partner.

4. TERMS OF THE TRANSACTION

Spirit Capital has acquired an effective 37% of the ordinary shares in Innfile Holdings with effect from 1 November 2007. The terms of the transaction remain confidential.

November 2007
SANDTON

ATTORNEYS TO SPIRIT CAPITAL

