



**WEB AFRICA
(PROPRIETARY) LIMITED**

(REGISTRATION NUMBER: 2007/009070/07)
"Web Africa"



**SMARTCOM
(PROPRIETARY) LIMITED**

(REGISTRATION NUMBER: 1999/028557/07)
"Smartcom"

PARTIAL SALE OF BUSINESS

1. INTRODUCTION

The directors of Web Africa and Smartcom are pleased to announce that Smartcom has acquired a 30% equity stake in Web Africa.

2. NATURE OF BUSINESSES

Web Africa is an internet service provider ("ISP") with a national presence which provides broadband internet access and hosting solutions to local and international clients. Smartcom is a specialised distributor and provider of voice and data services in the mobile environment.

3. RATIONALE FOR TRANSACTION

Smartcom's investment into Web Africa will give the ISP the opportunity to launch its own network, enabling a higher level of service. In addition, it will position Web Africa well to respond to the convergence trend in the technology sector, and enable it to create a converged platform for its voice and data customers in the future.

4. TERMS OF THE TRANSACTION

The terms of the transaction remain confidential.

DECEMBER 2008
CAPE TOWN

ADVISORS TO WEB AFRICA



ATTORNEYS TO WEB AFRICA

