



**KLK LANDBOU LIMITED**  
**(Incorporated in the Republic of South Africa)**  
**(Registration number: 1997/015589/06)**  
**("KLK" or "the Company")**

**CAUTIONARY ANNOUNCEMENT**

Shareholders of KLK Landbou Limited ("**KLK**") are referred to:

1. The Subtropico Limited ("**Subtropico**") offer circular dated 12 December 2018, ("**Subtropico Circular**") containing a general offer to all KLK Shareholders (other than Subtropico).
2. An announcement of a firm intention by Senwes Limited and Senwesbel Limited to make a general offer to all KLK shareholders, communicated on 18 December 2018,

hereinafter referred to as the "**Proposed Transactions**".

The Independent Board of KLK is in the process of evaluating the merits of both Proposed Transactions and will in due course communicate its formal opinion to enable KLK shareholders to make an informed decision.

In addition, KLK has raised certain concerns with Subtropico in connection with the general offer made by Subtropico due to (i) the general offer not being accompanied by a registered prospectus or an advertisement that satisfies the requirements pertaining to a registered prospectus, and (ii) certain misleading and/or confusing statements contained in, or the omission of certain pertinent details from, the Subtropico Circular.

Subsequent to providing Subtropico with the details pertaining to the said concerns, KLK received a request from Subtropico to delay KLK's intended complaint to the Companies and Intellectual Property Commission until Subtropico has the opportunity to engage KLK in the new year in relation to the relevant concerns raised. KLK has acquiesced to Subtropico's request and will provide the KLK shareholders with a further update via an announcement after such interaction with Subtropico has taken place.

Accordingly, KLK shareholders are advised to exercise caution when dealing in the company's securities, in particular when considering its acceptance of the offer contained in the Subtropico Circular, until a further announcement has been issued.

**Upington**

**21 December 2018**

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