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9 June 2021

Dear Mrs. Davies

Re: Query regarding Old Mutual's investment in the Capitalworks fund holding an interest in Petmin

Thank you for your attendance and participation at Old Mutual's recent Annual General Meeting on the 21st May 2021. In response to your query regarding Old Mutual's investment in the Capitalworks fund that holds an interest in Petmin, I can provide the following details.

As has previously been communicated with yourself, Old Mutual Private Equity is invested, through one of our South African fund of funds in one of the Funds managed by Capitalworks. Old Mutual Private Equity has engaged Capitalworks on environmental, social and governance (ESG) matters, reviewed Capitalworks' ESG Policy and environmental and social management system. The ESG Policy and environmental and social management system meets market standards in terms of its commitments to local regulations and international standards.

As regards the community tensions that have existed in the area around the Tendele Mine, owned by Petmin, it is our understanding that Capitalworks together with Petmin have over the past few months undertaken specific actions to improve community relations and decrease tensions in the community. Petmin and the Tendele Mine have led the drafting and signing of the Somkhele Peace Accord, an agreement by the leaders and stakeholders in and around Mtubatuba, Mpukunyoni and the Tendele Mine with the purpose to reduce tensions and bring peace to the area. The Somkhele Peace Accord was signed on the 10th February 2021. Further to this, the Tendele Mine has been running a mediation process, using an independent mediator, for the ten remaining families involved in the resettlement process. Petmin has also increased public disclosure regarding these issues by publishing detailed documents on their website.

In terms of the tragic murder of Fikile Ntshangase, it is our understanding that unfortunately no new updates have been provided by the police. As the incident is an ongoing police investigation, we are unable to provide any comment on the investigation. The Tendele Mine has offered a reward R20,000 for any credible information that will lead to the arrest and prosecution of the perpetrators.

It is Old Mutual's understanding that Capitalworks are working with Petmin to follow due process and are actively seeking to decrease tensions in the communities. For further details regarding operational information around Capitalworks' engagement with Petmin I would propose you contact Capitalworks or Petmin directly.

It is essential to appreciate that Old Mutual Private Equity is an investor into the Capitalworks fund which then made the underlying investment in question. This limits our ability to directly intervene beyond engaging with the Capitalworks team because we are not an investor in Petmin. This does not detract from our obligation to do all that is in our power to see that these kinds of issues are appropriately engaged and resolved.

Sincerely,

Khaya Gobodo
Managing Director