

Capital reduction out of share premium in lieu of an interim dividend (for the six months ended 30 June 2010)

In terms of the general authority granted to the directors at the 2010 annual general meeting, the directors have approved a capital reduction out of share premium of 164 cents per ordinary share in lieu of an interim dividend. The impact of the capital reduction on the Company as at 30 June 2010 is a reduction of equity attributable to ordinary shareholders and cash and cash equivalents of R469 million. The following table illustrates the effect of the capital reduction on Liberty's reported results. These financial effects are prepared for illustrative purposes only. Due to their nature, the financial effects may not give a true reflection of the Company's financial position.

The financial effects are as follows:

Cents per ordinary share	As reported at 30 Jun 2010	Expected impact of capital reduction	% change
Net asset value	4 143	3 979	(4,0)
Tangible net asset value	3 660	3 496	(4,5)
Headline earnings per share	371,9	367,4	(1,2)
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The important dates pertaining to the capital reduction of 164 cents per ordinary share are as follows:

Last date to trade cum capital distribution on the JSE	Friday, 27 August 2010
First trading day ex capital distribution on the JSE	Monday, 30 August 2010
Record date	Friday, 3 September 2010
Payment date	Monday, 6 September 2010

Share certificates may not be de-materialised or re-materialised between Monday, 30 August 2010 and Friday, 3 September 2010, both days inclusive. Where applicable, in terms of instructions received by the Company from certificated shareholders, the payment of the capital reduction will be made electronically to shareholders' bank accounts on payment date. In the absence of specific mandates, cheques will be posted to shareholders. Shareholders who have dematerialised their shares will have their accounts with their CSDP or broker credited on Monday, 6 September 2010.