



Liberty Group Limited

(Registration number 1957/002788/06)
(Incorporated in the Republic of South Africa)
("Liberty Group" or "the company")

Reduction of share capital

In terms of the preliminary announcement published today, the directors of Liberty Group Limited have proposed a distribution of 1 200 cents per ordinary share in order to effect the return of capital to the shareholders of the company which is in excess of the company's needs.

The capital reduction of 1 200 cents includes 150 cents per share being a notional 2000 final dividend.

Notice is hereby given that shareholders registered at the close of business on 30 March 2001 will be entitled to receive the aforesaid capital reduction. A circular setting out the details of the proposed cash distribution will be posted to ordinary shareholders of the company on or about 6 March 2001. It is proposed that the cash distribution will be made by way of a reduction in Liberty Group's share premium account. Upon the cash distribution becoming unconditional, the company's share premium account, which presently stands at R5 312 049 706, will be reduced to R2 052 029 806.

Payments in respect of distributions issued by the United Kingdom transfer secretaries will be converted from Rand to the Sterling equivalent on 3 April 2001. Cheques in payment of the cash distribution will be posted to participating shareholders on or about 6 April 2001.

The cash distribution is conditional upon:

- ordinary shareholders passing a special resolution at the general meeting to be held on Wednesday, 28 March 2001 authorising the proposed cash distribution;
- registration of the special resolution by the South African Registrar of Companies; and
- approval by the South African Registrar of Long-Term Insurance.

The results of the general meeting will be published in the press on 29 March 2001.

By order of the Board

J Worwood

Group Secretary

Johannesburg

6 March 2001

Sponsor



Smith Borkum Hare
Merrill Lynch South Africa (Pty) Ltd.
Registered Sponsor and
Member of the JSE Securities Exchange South Africa
Registration number 1995/001805/07

Attorneys

