

PSG Group Limited  
Incorporated in the Republic of South Africa  
Registration number: 1970/008484/06  
JSE Limited share code: PSG  
ISIN code: ZAE000013017  
("PSG Group")

PSG Financial Services Limited  
Incorporated in the Republic of South Africa  
Registration number: 1919/000478/06  
JSE Limited share code: PGFP  
ISIN code: ZAE000096079

#### PSG GROUP'S COMMENTARY ON VICEROY'S REPORT ON CAPITEC

PSG Group is the largest shareholder in Capitec with a 30.7% interest. Capitec is also PSG Group's largest investment. We concur with Capitec management that the Viceroy report is on the face of it filled with factual errors and misleading information regarding Capitec. Please refer to the Capitec SENS announcements released earlier today.

PSG Group fully supports the Capitec management team and business model. Capitec's corporate governance is undoubtedly world class. Its continued transparency and ability to release its audited year-end financial results within a month after the reporting date, bear testimony thereto. Capitec continues to follow a prudent approach to capital and liquidity management, and to the granting of credit and related write-offs and provisioning.

PSG Group is greatly concerned about Viceroy's intentions with and the way in which they published their report without prior consultation with Capitec management to gain a proper understanding of their business. Viceroy's report contains irresponsible statements creating unwarranted market turmoil. PSG Group will consequently ensure that an investigation be launched into such conduct, including trading in both PSG Group and Capitec shares in the period leading up to the release of Viceroy's report.

30 January 2018  
Stellenbosch

Sponsor  
PSG Capital