

Telkom SA SOC Limited

(Incorporated in the Republic of South Africa)

(Registration number 1991/005476/30)

JSE Share Code: TKG

JSE Bond Code: BITEL

ISIN: ZAE000044897

("Telkom" or the "Company")

UPDATE ON CAUTIONARY ANNOUNCEMENT

Further to the cautionary announcement released by the Company on SENS on 12 November 2019, shareholders are advised that Telkom is in discussions with Cell C Limited ("**Cell C**") regarding the potential acquisition of Cell C ("**Potential Acquisition**").

Telkom has substantially concluded its due diligence, however discussions are at a preliminary stage. The Potential Acquisition will be subject to Cell C completing a financial restructuring to ensure that its gearing levels are reduced to a sustainable level as specified by Telkom and commercial contractual relationships are renegotiated to terms acceptable to Telkom. The Potential Acquisition will be subject to a number of regulatory approvals.

The Potential Acquisition, if concluded, may have a material effect on the price of the Company's securities. Accordingly, shareholders are advised to continue to exercise caution when dealing in the Company's securities until a further announcement is made.

15 November 2019

Centurion

Sponsor: Nedbank Corporate and Investment Banking, a division of Nedbank Limited