

CSG HOLDINGS LIMITED

(Incorporated in the Republic of South Africa)

(Registration number: 2006/011359/06)

Share code: CSG

ISIN: ZAE000184438

("CSG" or "the Company")



SHORT FORM ANNOUNCEMENT: CATEGORY 1 DISPOSAL REGARDING THE SALE OF THE ARMED RESPONSE MONITORING BUSINESS AND RESIDENTIAL GUARDING BUSINESS OF 7 ARROWS PROPRIETARY LIMITED, A WHOLLY-OWNED SUBSIDIARY OF CSG

1. INTRODUCTION

Shareholders are referred to the announcement released on SENS on Friday, 26 June 2020 ("**Full Announcement**"), advising Shareholders that on 25 June 2020, the Company, through its wholly-owned subsidiary, 7 Arrows Security Proprietary Limited with registration number: 2015/208415/07 ("**7 Arrows**"), entered into an agreement ("**Agreement**") with Fidelity ADT Monitoring Proprietary Limited, with registration number: 1996/017820/07 ("**Purchaser**"), in terms of which the Company will sell:

- 1.1. a certain specified part of the armed response and monitoring business of 7 Arrows, which encompasses the provision of armed response and monitoring services to clients of 7 Arrows; and
- 1.2. a certain specified part of the residential guarding business of 7 Arrows, which encompasses the provisions of residential guarding services to clients of 7 Arrows,

to the Purchaser, for a disposal consideration of R65,850,000 (sixty-five million eighty hundred and fifty thousand Rand), which consideration is subject to adjustment as set out in the Full Announcement ("**Disposal**").

2. CIRCULAR

A circular containing the full details of the Disposal, incorporating a notice convening the required general meeting of the shareholders of the Company, will be distributed to shareholders in due course, at which time the salient dates and times of the Disposal, including the date of the general meeting, will be announced on SENS.

3. CONTINUATION OF CAUTIONARY ANNOUNCEMENT

Shareholders are referred to the Full Announcement and the cautionary announcement released on SENS on 22 June 2020. Notwithstanding the publication of the Full Announcement and this announcement, given that the financial information applicable to the Disposal has not been included in the Full Announcement, shareholders are advised to continue to exercise caution when dealing in the Company's securities until a further announcement regarding the financial information applicable to the Disposal has been made.

4. NOTICE TO SHAREHOLDERS

This short-form announcement contains only a summary of the information in the Full Announcement made on SENS and does not contain full or complete details. For additional information, including further information regarding the salient terms and mechanics of the Disposal, please refer to the Full Announcement, as released on SENS on Friday, 26 June 2020 and being available for viewing on the Company's website at <http://www.csgholdings.co.za>.

In addition, the Full Announcement is available for inspection and copies may be requested and obtained in person, at no charge, during normal business hours from Friday, 26 June 2020, from the registered office of the Company at 6 Topaz Avenue, Lyttelton Manor Ext 3, Centurion 0157 and from the offices of PSG Capital, the Sponsor, at 1st Floor, Ou Kollege, 35 Kerk Street, Stellenbosch, 7600 and 2nd Floor, Building 3, 11 Alice Lane, Sandhurst, Sandton, 2196.

Any investment decisions by investors and/or the Company's shareholders should be based on consideration of the Full Announcement published on SENS and on the Company's website, as a whole.

This short-form announcement is the responsibility of the board of directors of the Company.

29 June 2020

Sponsor

PSG Capital



PSG CAPITAL