
PEMBURY LIFESTYLE GROUP LIMITED

Incorporated in the Republic of South Africa

(Registration number 2013/205899/06)

Share code: PEM ISIN: ZAE000222949

("Pembury" or "the Company")

RENEWAL OF CAUTIONARY ANNOUNCEMENT

Further to the 'Receipt of Application for Provisional Liquidation and Cautionary Announcement' dated 14 February 2020 regarding the liquidation applications served on the Company by Moore Stephens Inc, Pembury's former auditors, and the subsequent renewal of cautionary announcements, the last of which was dated 21 September 2020 (and using the terms defined therein unless otherwise stated), shareholders are advised that Verityhurst has entered into an agreement for the acquisition of the claims from the former auditors, and that the first payment in terms thereof has been made by Verityhurst. The agreement provides for the initial halting of the legal proceedings and the withdrawal of the legal proceedings on receipt of the final payment. It also provides for the former auditors to allow the incoming auditors access to the working papers in order to verify opening balances, which was a stumbling block for the new auditors. This access has been granted to the new auditors.

Furthermore, an arrangement is being made for the new auditors to recommence with finalising the audit for the year ended 31 December 2019, which process will commence after the Company has provided IFRS reviewed Annual Financial Statements to the new auditors. An independent IFRS reviewer has been appointed by the Company and has commenced with the review of the subsidiary Annual Financial Statements, which financial statements will be provided to the new auditors within the next week. The aim was to have the audited results and Annual Report finalised in November 2020 but this is now expected in December 2020. The Company will also be required to publish its interim results for the 6 months ended 30 June 2020. Thereafter, application will be made to the JSE for the lifting of the suspension of trade in the Company's securities.

Accordingly, shareholders are advised to continue exercising caution when dealing in the Company's securities until a further announcement is made.

Johannesburg
4 November 2020

Designated Adviser

Merchantec Capital