

## ETION LIMITED

(Incorporated in the Republic of South Africa)

(Registration Number: 1987/001222/06)

(Share Code: ETO)

(ISIN: ZAE000097028)

("Etion" or "the Company" or "the Group")



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# REGULARISING THE FIRM INTENTION ANNOUNCEMENT REGARDING THE DISPOSAL BY THE COMPANY OF 100% OF THE SHARES IN ETION CREATE PROPRIETARY LIMITED TO REUNERT APPLIED ELECTRONICS HOLDINGS PROPRIETARY LIMITED

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## 1. INTRODUCTION

Shareholders are referred to the firm intention announcement dated 8 June 2022 ("**Firm Intention Announcement**") released on the Stock Exchange News Service ("**SENS**") in terms whereof, *inter alia*, shareholders were advised that the had Company entered into an agreement with Reunert Applied Electronics Holdings Proprietary Limited ("**Offeror**") in terms of which, Etion will sell 100% of the issued shares in Etion Create Proprietary Limited to the Offeror on the terms and conditions as set out therein ("**Disposal**"). Capitalised terms used in this announcement but not defined below, bear the meanings set out in the Firm Intention Announcement.

## 2. BANK GUARANTEE IN TERMS OF REGULATIONS 111(4) AND REGULATION 111(5) OF THE COMPANIES REGULATION

Shareholders are advised that the Firm Intention Announcement did not, among other things, include details of the cash confirmation or bank guarantee as contemplated in regulation 101(4)(b)(vi) and was not approved by the Panel as contemplated in regulation 117 of the Companies Regulations, 2011 ("**Companies Regulations**"). The Offeror has, immediately when requested to do so, provided an irrevocable bank guarantee, to the TRP, which confirms that Reunert Applied Electronics will have sufficient cash resources in terms of regulation 111(4) and (5) of the Companies Regulations to satisfy payment of the maximum possible consideration in respect of the Disposal. Further, the Company has updated certain paragraphs of the Firm Intention Announcement, in line with the requirements of regulation 101 of the Companies Regulations, at the request of the Panel in order to regularise it ("**Regularised Firm Intention Announcement**").

Accordingly, this announcement ("**Regularising Announcement**") serves to inform the Shareholders that the Regularised Firm Intention Announcement has today been published by the Company and is available on the website of the Company at [www.etion.co.za](http://www.etion.co.za). In this regard, Shareholders are referred to paragraphs 4.4.7, 4.4.9, 4.7, 4.8, 7, 8 and 9 of the Firm Intention Announcement in respect of those paragraphs which include the requisite information required by the Panel.

## 3. INDEPENDENT BOARD RESPONSIBILITY STATEMENT

The Independent Board individually and collectively accepts full responsibility for the accuracy of the information contained in this Regularising Announcement. In addition, the Independent Board certifies that to the best of its knowledge and belief, the information contained in this Regularising Announcement solely pertaining to the Company is true and, where appropriate, does not omit anything that is likely to affect the importance of

the information contained herein, and that all reasonable enquiries to ascertain such information have been made.

#### **4. OFFEROR RESPONSIBILITY STATEMENT**

The Offeror accepts responsibility for the information contained in this Regularising Announcement insofar as it relates to the Offeror, the Disposal and the Firm Intention Announcement, insofar as it relates to the Offeror and the Disposal. To the best of the Offeror's knowledge and belief, the information contained in this Regularising Announcement and the Firm Intention Announcement is true and this announcement does not omit anything likely to affect the importance of the information.

24 August 2022

Transactional Sponsor and Transaction Adviser

PSG Capital

