

ACCELERATE PROPERTY FUND LIMITED

(Incorporated in the Republic of South Africa)

(Registration number: 2005/015057/06)

LEI: 378900D514788C447E45

Share code: APF ISIN: ZAE000185815

Bond company code: APFE

("Accelerate", "APF" or the "Company")

THE DISPOSAL BY ACCELERATE OF CHERRYLANE SHOPPING CENTRE

1. INTRODUCTION

Shareholders and noteholders are advised that Accelerate ("Seller") has entered into a sale of letting enterprise agreement (the "Agreement") with Cadastral Assets (Pty) Limited, registration number 2021/938269/07 ("Purchaser") on 19 March 2024 to dispose of Cherry Lane Shopping Centre, Erf 437 Nieuw Muckleneuk Township, Pretoria ("Cherry Lane" or the "Property") (the "Transaction").

The ultimate beneficial shareholders of the Purchaser are Timothy Sammons, Michael Hunt and Hugh Jackson none of which are related parties to Accelerate as defined in the Listings Requirements of the JSE Limited ("JSE").

2. THE PROPERTY

The Property, a retail building located at 471 Fehrson Street, Nieuw Muckleneuk Township, Pretoria forms part of Accelerate's retail portfolio and was acquired by Accelerate on or about 11 December 2013.

As at 31 March 2023, the Property was valued at R 65,000,000.00 and is being sold for a cash consideration of R60,000,000.00 (Sixty million Rand).

3. APPLICATION OF THE SALE PROCEEDS

It is the intention of Accelerate to apply the full proceeds to the reduction of debt and capital reinvestment into its core property portfolio.

4. RATIONALE FOR THE TRANSACTION AND UPDATE ON BALANCE SHEET OPTIMISATION STRATEGY

This decision was made as part of Accelerate's ongoing efforts to review its assets and ensure that they align with the Company's current business strategy and growth plans.

5. CONDITIONS PRECEDENT

- A 15 calendar days due diligence period from the date of signature of the Sale Agreement; and
- A further 20 calendar days after that for the purchaser to provide guarantees.

6. INFORMATION RELATING TO THE PROPERTY

The details of the Property including location, gross lettable area ("GLA"), net rent, remaining lease term and independent valuation are as follows:

Description	For the year to 31 March 2023	For the six months to 30 September 2023
GLA (m ²):	11,429m ²	11,429m ²
Weighted average rent per m ² :	R32,48/m ²	R32,48/m ²
Vacancy:	32.3%	47.8%
Net property income:	R3,58 million	R2,03 million
Weighted average lease expiry:	0,54 years	0,55 years

- * Directors' valuation as at 31 March 2023 (which the Company is satisfied with) was based on cash flows and forward net income achieved by the Property at valuation date.

7. WARRANTIES

The Seller has provided warranties and indemnities to the Purchaser that are standard for a transaction of this nature.

8. CATEGORISATION OF THE TRANSACTION

In terms of the Listings Requirements of the JSE, the Transaction is classified as a Category 2 transaction for Accelerate and does not require shareholder approval.

Johannesburg

27 March 2024

Equity sponsor

The Standard Bank of South Africa Limited

Debt sponsor

Rand Merchant Bank (a division of FirstRand Bank Limited)