

27 June 2013

The Company Secretary

Dear Sir/Madam

INTEGRATED REPORTING

This letter aims to clarify the continued misunderstanding within the market as to the obligations of listed companies (“**Issuers**”) pursuant to the JSE Listings Requirements (“**the Requirements**”) and Integrated Reporting.

The Requirements

On 31 January 2013 the JSE issued a guidance letter on corporate governance pursuant to the provisions of the Requirements. The JSE’s general approach to corporate governance in relation to the King Code on Corporate Governance for South Africa (the “**King Code**”) is that certain principles are mandatory with the balance being adopted on an “apply or explain” basis. Chapter 9 of the King Code which deals with Integrated Reporting and disclosure is not a mandatory principle pursuant to our recent guidance and can therefore be applied on an “apply or explain basis”.

The Consultation Draft of the International IR Framework (“**Draft Framework**”)

The JSE applauds the work of the International Integrated Reporting Council (“**IIRC**”) and for the publication of the Draft Framework. We believe that this document is an improvement on the Discussion Paper issued by IIRC in September 2011. Nevertheless, we would therefore encourage Issuers to provide their comments on the Draft Framework to the IIRC.

In conclusion, the JSE wishes to advise Issuers that the production of an Integrated Report is not a mandatory principle from a Requirements perspective and neither is the application and compliance with the Draft Framework.

Should you have any queries regarding the content of this letter please contact Tania Wimberley.



Yours faithfully



**A F VISSER: GENERAL MANAGER
ISSUER REGULATION**

