

## **SASFIN HOLDINGS LIMITED**

(Incorporated in the Republic of South Africa)

(Registration number 1987/002097/06)

Share Code: SFN

ISIN Number: ZAE000006565

(“**Sasfin**” or “**the Company**”)

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## **FULFILMENT OF SUSPENSIVE CONDITIONS RELATING TO THE DISPOSAL BY SASFIN BANK LIMITED OF ITS CAPITAL EQUIPMENT FINANCE AND COMMERCIAL PROPERTY FINANCE BUSINESSES TO AFRICAN BANK LIMITED, AND NOTICE OF ADMINISTRATIVE SANCTIONS**

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### **DISPOSAL BY SASFIN BANK LIMITED OF ITS CAPITAL EQUIPMENT AND COMMERCIAL PROPERTY FINANCE BUSINESSES**

Sasfin shareholders (“Shareholders”) are referred to the circular and announcement published on 25 March 2024 and the announcement released on SENS on 28 June 2024, wherein they were advised that Sasfin, via its wholly owned subsidiary, Sasfin Bank Limited (“Sasfin Bank”) had entered into agreements (“the Disposal Agreements”), in terms of which, subject to the fulfilment of certain suspensive conditions, it will dispose of its Capital Equipment Finance and Commercial Property Finance businesses, as going concerns, to African Bank Limited (“ABL”) (“the Disposal”).

The board of directors of Sasfin (“the Board”) is pleased to announce that on 1 August 2024, final regulatory approvals, including from the Minister of Finance, have been obtained. The Disposal for circa R3.25 billion based on the loan balances as at the end of June 2024, will now be effected in accordance with the Disposal Agreements and regulatory implementation requirements which will be fulfilled jointly with ABL.

### **ADMINISTRATIVE SANCTIONS**

Shareholders are referred to note 25 of the Company’s Annual Financial Statements for the Financial Year ended 30 June 2023, wherein they were advised that Sasfin Bank had received notifications from the South African Reserve Bank (“SARB”) of its intention to impose administrative sanctions for alleged historic non-compliance.

Shareholders are advised that on the 1<sup>st</sup> of August 2024, Sasfin Bank received notices of administrative sanctions from the Prudential Authority of the SARB in terms of the Banks Act, Financial Sector Regulation Act, and the Financial Intelligence Centre Act. The total net

sanctions amount to R160,644,103 (total of R209,692,132 of which R49,048,034 is suspended).

These sanctions principally relate to allegations of historic non-compliance within Sasfin Bank's discontinued foreign exchange business. Sasfin has and continues to work proactively and transparently with the relevant authorities and regulators. Sasfin has taken legal advice and is considering further representations which could result in a review or appeal of the sanctions in terms of the provisions of the relevant regulations.

#### UPDATE ON SASFIN'S STRATEGIC RESET

The conclusion of the disposal of Sasfin Bank's Capital Equipment Finance and Commercial Property Finance businesses marks an important step in Sasfin's strategic reset.

The proposed subscription for shares in Sasfin Wealth by WIPHOLD, Unitas and the Sasfin Wealth management team, as well as the offer to shareholders and the delisting, is proceeding as announced in the Terms Announcement issued on 15 July 2024.

Should the full net sanction need to be provided for, and post the African Bank Limited disposal, the Sasfin Bank Capital Adequacy Ratio is expected to strengthen to circa 20%. Further, Sasfin Bank will hold ample excess liquidity.

Johannesburg  
6 August 2024

**Sponsor**  
Questco Corporate Advisory Proprietary Limited