

Brait SE

(Registered in Malta as a European Company)

(Registration No.SE1)

Share code: BAT ISIN: LU0011857645

Share Code: B ATP ISIN: MT0000680208

("Brait", "the Company")

NET ASSET VALUE ("NAV") UPDATE FOR THE THIRD QUARTER ENDED 31
DECEMBER 2013 (Q3 FY2014)

Shareholders of the Company are advised that:

- NAV per share increased by 4.3% to R30.41 for the quarter ended 31 December 2013 (30 September 2013: R29.17 per share).
- NAV per share of R30.41 reflects an increase of 23.1% for the twelve months ended 31 December 2013 (31 December 2012: R24.70 per share), which translates into a 24.9% CAGR since 1 April's R16.50 Rights Offer Price.
- Valuation multiples for Brait's investments remain unchanged.
- Pepkor's carrying value grew by 6.5% for the quarter, attributable to continued strong trading and resulting growth in EBITDA and cash flow generation.
- Premier Group's core business traded well during the quarter, generating solid growth in EBITDA and cash flow. The acquisitions announced in Brait's interim results presentation (Star Bakeries and Lil-lets Group) were completed during November and funded by Brait. They have been recognised in the Premier Group valuation at their combined cost of R1.3 billion. R330 million of this funding is a scheduled loan repayment to be received by Brait in the next quarter and accordingly is shown in accounts receivable as opposed to the carrying value for Premier Group. Brait increased its shareholding in Premier Group from 80.0% to 84.6% through the exercise of existing put and call option agreements with former Premier Group shareholders. The combined effect of these items resulted in the carrying value for Premier Group increasing by 54.4% for the quarter.
- Iceland Foods' cash generation remains on plan. However, the difficult trading conditions in the UK market have led to a downward revision of the forecast FY2014 EBITDA which has negatively impacted the valuation of Iceland Foods in GBP terms. The weakening of the Rand/GBP exchange rate has largely mitigated this, resulting in the carrying value in Rand terms declining by 2.4% for the quarter.
- Further to the announcement in its FY2014 interim results presentation, Brait has acquired 37% of Southern View Finance ("SVF"). SVF is an international financial services business which specializes in the provision of unsecured loans. SVF has acquired the right to use the Pepkor footprint to originate unsecured loans for its own account. The SVF carrying value shown represents the cost of Brait's

investment to date. Further information on this investment will be reported in Brait's March 2014 results.

- The 6.2% reduction in Other investments is attributable to proceeds received from realisations.
- The increase in Brait's borrowings during the quarter is due to having funded the acquisitions made by Premier Group and the investment in SVF. The Company remains adequately capitalised with sufficient available cash and facilities for potential new investments. Alternative sources of funding to enhance flexibility and efficiency continue to be explored.
- Operating costs for the Company remain in line with previously communicated performance targets.

NAV Detailed Analysis:

	31-Dec-13	30-Sept-13	31-Dec-12
	R'm	R'm	R'm
Investments	16,639	14,806	12,204
Pepkor	10,816	10,154	8,471
Premier Group	2,910	1,885	1,313
Iceland Foods	1,764	1,808	1,380
Southern View Finance	249	-	-
Other investments	900	959	1,040
Loan receivable	1,492	1,460	1,370
Cash and cash equivalents	424	583	512
Property and equipment	9	9	10
Accounts receivable	338	106	10
Total Assets	18,902	16,964	14,106
Borrowings	(1,369)	(83)	(59)
Deferred tax liability	(25)	(25)	(34)
Accounts payable	(78)	(54)	(63)
Total liabilities	(1,472)	(162)	(156)
Preference share equity	(1,964)	(1,964)	(1,470)
Net Asset Value	15,466	14,838	12,480
Number of issued shares ('mil) excluding treasury shares	508.5	508.6	505.2
Net asset value per share (ZAR)	30.41	29.17	24.70

The financial information on which this announcement is based has not been reviewed and reported on by the Company's external auditors.

For and on behalf of the Company's Board of Directors

Phillip Jabulani Moleketi
Non-Executive Chairman
22 January 2014

The Company is primarily listed on the Euro MTF market of the Luxembourg Stock Exchange and secondarily listed on the Johannesburg Stock Exchange.

Sponsor

RAND MERCHANT BANK (A division of FirstRand Bank Limited)