

Tsogo Sun Holdings Limited

Incorporated in the Republic of South Africa

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Share code: TSH

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("Tsogo Sun" or "the Group")

TSOGO SUN ANNOUNCES THE GRANTING OF REGULATORY APPROVALS FOR THE EXPANSION OF THE SUNCOAST CASINO AND ENTERTAINMENT WORLD IN DURBAN KWAZULU-NATAL

Tsogo Sun is pleased to announce that the Group has received the requisite regulatory approvals for the significant expansion of the Suncoast Casino and Entertainment World in Durban, KwaZulu-Natal.

These include approvals obtained from the KwaZulu-Natal Gaming and Betting Board ("the KZNGBB") for the amendment to the Suncoast Casino licence conditions, and from the eThekweni Metropolitan Municipal Council for the amendment of the Integrated Development Plan for the Suncoast Casino precinct.

In terms of the application approved by the KZNGBB, Tsogo Sun will make an amount of R100 million available to be spent on charitable or social infrastructural developments in the KwaZulu-Natal province.

The key components of the expansion proposed for the Suncoast Casino precinct include:

- A 22,000sqm destination retail mall;
- Additional restaurants and entertainment offerings;
- A 2,000 seat multipurpose venue;
- Resort style roof top swimming pools;
- Additional parking; and
- An expansion of the casino floor to incorporate an additional 900 gaming machines and 16 gaming tables.

The project will now move into the detailed design development phase with construction expected to commence in 2015 with three years to completion. The total estimated cost of the development is R1.8 billion.

Tsogo Sun's CEO Marcel von Aulock said that the Group was delighted that the Provincial Government, the KZNGBB and eThekweni Metropolitan Municipal Council had seen the value offered to the Durban city and the KwaZulu-Natal Province through this proposed development, which represents the largest single investment into the Durban beach front area in history.

City Manager of the Ethekewini Metropolitan Municipal Council, Mr. Sibusiso Sithole said that he was delighted with the continued faith shown in the Durban city and broader KwaZulu-Natal Province by Tsogo Sun and that a development of this scale would be a significant catalyst for the continued rejuvenation of the Durban beach front, which has been strongly supported by the City through the redevelopment of the promenade and its subsequent extension.

Fourways

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