

heartwood[®]

PROPERTIES

HEARTWOOD PROPERTIES LIMITED

Incorporated in the Republic of South Africa

Registration Number: 2017/654253/06

ISIN: ZAE400000044

CTSE Share Code: 4AHWP

(“Heartwood Properties” or “the Company”)

CANCELLATION OF PROPOSED DISPOSAL OF BUILD IT PROPERTY

Shareholders are referred to the announcement released on Cape Town Stock Exchange News Service on 20 September 2022 advising shareholders that the Company, through its wholly-owned subsidiary Velvet Moon Properties 93 Proprietary Limited, had entered into an agreement with Mohkul Properties CC (“**Purchaser**”) to dispose of the property situated at Erf 20774 Somerset West in Ext 6287, Province of Western Cape (“**the Property**”), together with the letting enterprise conducted on the Property, as a going concern, which includes the commercial lease by a Build It franchisee of the building on the Property, for a cash consideration of R60 000 000.

In this regard, shareholders are informed that the agreement has been terminated due to the Purchaser's failure to fulfil certain obligations in terms of the agreement. Consequently, the disposal will not proceed.

9 June 2023

ISSUER AGENT

 Valeo Capital