

ILLOVO SUGAR LIMITED  
(Incorporated in the Republic of South Africa)  
Company registration number 1906/000622/06  
Share Code: ILV  
ISIN: ZAE000003547  
("Illovo" or "the company")

Cautionary announcement

Illovo shareholders are advised that the company has received, and is in the process of considering, a proposal from a potential offeror, which may result in an offer to purchase a majority, but not all, of the shares of the company. Shareholders are advised that the proposal contemplates a price which is at a small premium to the current market price.

Accordingly shareholders should exercise caution when dealing in the company's securities until a further announcement is made.

Mount Edgecombe  
14 February 2006

Investment bank  
Standard Bank

Sponsor  
J.P. Morgan Equities Limited