

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")

FURTHER CAUTIONARY ANNOUNCEMENT

Illovo shareholders are referred to the announcement published on 14 February 2006 relating to a proposal to purchase a majority, but not all, of the shares of the company. This proposal contemplates a cash offer.

Further, Illovo shareholders are advised that a proposal has been received from a second potential offeror, which contemplates a sale of various sugar assets to Illovo, the consideration for which will be discharged by way of an issue of Illovo shares and which, in conjunction with a partial offer to Illovo shareholders, will result in the offeror owning a majority but not all of the shares of the company.

Illovo shareholders are advised that both these proposals have been received from significant European sugar companies.

Accordingly, shareholders should continue to exercise caution when dealing in the company's shares until a further announcement is made.

Mount Edgecombe
10 March 2006

Investment bank
Standard Bank

Sponsor
J.P. Morgan Equities Limited