

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 previous cautionary announcements published on 14 February 2006, 10 March 2006 and 15 March 2006, relating to two separate proposals to purchase a majority, but not all, of the shares of the company.

Shareholders are now advised that discussions with Tereos, Union de Cooperatives Agricoles ("Tereos") have been terminated as the parties were unable to agree a number of material issues including the swap ratios for the transfer of Tereos' sugar assets to Illovo.

Shareholders are further advised that the company is still in discussions with Associated British Foods plc in relation to its proposal which may result in a partial offer for Illovo. A further announcement in this regard is expected to be made soon.

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

Mount Edgecombe

26 April 2006

Investment bank

Standard Bank

Sponsor

JP Morgan Equities Limited