

# THE UNION SUGAR ESTATES COMPANY LIMITED

Union Ducrey, Rivière des Anguilles  
BRN: C07000054

## COMMUNIQUÉ

The Board of Directors of The Union Sugar Estates Company Limited ('USE' or the 'Company') wishes to inform its shareholders and the public at large that a resolution will be proposed for the reduction of the stated capital of USE from MUR18,900,000/- to MUR1,890,000/- at a special meeting of shareholders to be held on 30<sup>th</sup> December 2019.

The proposed capital reduction, which shall not affect the number of ordinary shares in issue, shall be settled by way of ordinary shares held in Southern Cross Tourist Company Limited ('SCT'), a subsidiary of USE.

This is in line with the strategy of the Group to unlock value for its shareholders.

The Company currently holds 74,885,308 ordinary shares of SCT directly and 27,524,944 ordinary shares of SCT through its wholly owned subsidiary, Union Corporate Limited ('UCL'). A resolution will also be passed by the sole shareholder of UCL, namely USE, for the stated capital of UCL to be reduced from MUR10,500,000/- to MUR1,050,000/- and the said capital reduction, which shall not affect the number of ordinary shares of UCL in issue, shall also be settled by way of ordinary shares in SCT.

Following the completion of the above-mentioned proposed capital reductions of both UCL and USE, the shareholders of USE will receive 5.418531852 ordinary shares of SCT for each ordinary share held in USE. The number of shares shall be rounded down to the nearest integer when fraction occurs and the proceeds of the fractional shares shall be bundled together and added to the CSR contribution of USE.

The shareholders of USE and the investing public are advised to exercise caution when dealing in the shares of the Company and will be kept informed of future developments in due course.

By Order of the Board

**Navitas Corporate Services Ltd**  
**Company Secretary**

Date: 19<sup>th</sup> November 2019.

---

*This Communiqué is issued pursuant to the DEM Listing Rule 21, the Securities Act 2005 and the rules and regulations made thereunder.*

*The Board accepts full responsibility for the accuracy of the information contained in this Communiqué.*