

Argent Industrial Limited

(Registration number 1993/002054/06)
(Incorporated in the Republic of South Africa)
Share Code: ART
ISIN: ZAE000019188
("Argent" or "the Company" or "the Group")



ACQUISITION OF ENTIRE ISSUED SHARE CAPITAL OF AMERICAN SHUTTERS PROPRIETARY LIMITED AND WITHDRAWAL OF CAUTIONARY

1. Introduction and rationale

Argent is pleased to announce that it has concluded an agreement to acquire the entire issued share capital of American Shutters Proprietary Limited ("American Shutters") from Mr S.E. Palmer, Mr D.J. Snyman and Mrs K.M. Palmer (collectively, the "Sellers") for a cash purchase consideration of R56.9 million ("the Transaction").

The rationale for the Transaction is an opportunity for Argent to grow its physical security barrier system business.

2. The nature of business

American Shutters is a major supplier of a stylish door and window shutter security system that provides privacy but when the shutters are opened, allows in natural light.

3. The consideration and conditions precedent

The cash consideration of R56.9 million to be settled in cash within 24 hours after the completion date of the agreement being 02 September 2021.

There are no outstanding conditions precedent.

4. Effective date

The effective date of the Transaction is the commencement of business on 1 August 2021.

5. Financial Information

5.1 The net value of the assets attributable to American Shutters amounts to R11.7 million as at 31 July 2021.

5.2 The profits attributable to American Shutters amount to R9.7 million after taxation for the 12 month period ending 31 July 2021.

5.3 The financial information contained in this announcement have not been reviewed or reported on by Argent's auditors.

6. Categorisation

6.1 As the Transaction amounts to more than 5% but less than 30% of the Argent market capitalisation, the Transaction is classified as a category 2 transaction in terms of paragraph 9.5 of the JSE Listings Requirements.

6.2 This announcement is made for information purposes only and no action is required by Argent shareholders with regards to the Transaction.

7. The Memorandum of Association of American Shutters does not conflict with Argent's obligations in terms of compliance with the JSE Listing Requirements.

8. Withdrawal of cautionary

Shareholders are referred to the cautionary announcement dated 5 August 2021 and are advised that as a result of this announcement caution is no longer required to be exercised by shareholders when dealing in the Company's securities.

Umhlanga
03 September 2021

Sponsor
PSG Capital

