



Media release

OLD MUTUAL'S R50 BILLION DISTRIBUTION TO SHAREHOLDERS

Financial group completes Managed Separation process with R43.2 billion distribution of Nedbank shares to shareholders, R7 billion to be paid in dividends.

Johannesburg, 26 September 2018 – Old Mutual Limited (OML) today announced the unbundling of its majority shareholding in Nedbank to its shareholders, marking a total distribution to Old Mutual shareholders worth approximately R43.2 billion and the completion of Old Mutual Group's Managed Separation.

The distribution of Nedbank shares to shareholders will take place on 15 October 2018. This is in line with the anticipated Managed Separation timeline previously communicated.

The unbundling of Nedbank allows investors to participate in the different investment merits of Old Mutual and Nedbank, provides a substantial return of capital to Old Mutual shareholders, and supports the efficient allocation of capital by Old Mutual through the retention of a minority stake in Nedbank.

Peter Moyo, Old Mutual Limited Chief Executive Officer (CEO), said: "We really are delivering substantial value to our shareholders as the Nedbank Unbundling, together with the R7.1 billion in interim and special dividends we are paying on 16 October, equates to R50 billion, which is more than a third of our market capitalisation."

As part of the process, qualifying shareholders will receive approximately 3.2 Nedbank shares for every 100 Old Mutual shares. Shareholders will receive cash in respect of any fractional entitlements that arise as a result of this transaction.

The Group currently holds approximately 52% of the issued share capital of Nedbank in its shareholder funds. After the Nedbank Unbundling, the Group will retain a minority interest of 19.9% of the issued share capital of Nedbank in the shareholder funds of Old Mutual Life Assurance Company (South Africa) Limited, a wholly-owned subsidiary of Old Mutual. The commercial arrangements by which Old Mutual Limited and Nedbank continue to benefit are unaffected by the unbundling process. These arrangements form an integral part of the shareholders agreement between Old Mutual Limited and Nedbank that was concluded earlier this year as part of the managed separation process.

Nedbank is South Africa's third-largest bank by market capitalisation and is ranked as a top five bank on the African continent by capital.

Ends.

Enquiries



Communications - Tabby Tsengiwe

T: +27 (11) 217 1953 | M: +27 (0) 60 547 4947 | E: ttsengiwe@oldmutual.com

Investor Relations - Patrick Bowes

M: +44 (0)7976 643 377 | E: patrick.bowes@omg.co.uk

Notes to Editors:

About Old Mutual

Old Mutual was established in Cape Town in 1845 as South Africa's first mutual life insurance company, offering financial security in uncertain times. Our purpose is to help our customers thrive by enabling them to achieve their lifetime financial goals, while investing their funds in ways that will create a positive future for them, their families, their communities and broader society.

We provide financial solutions to individuals, businesses, corporates and institutions across several market segments and geographies in South Africa, the Rest of Africa and other select emerging markets. Our services include long-term savings, protection, investment, lending and short-term insurance.

Managed Separation

On 11 March 2016, Old Mutual plc announced its strategy of Managed Separation as the Board believed that the long-term interests of Old Mutual plc shareholders and other stakeholders would be best served by separating the four businesses then owned by the Old Mutual plc group. The Managed Separation was materially completed in June 2018, following the demerger of Old Mutual plc and the listing of Old Mutual Limited on the stock exchanges of Johannesburg, London, Malawi, Namibia and Zimbabwe.

The final step in the Managed Separation is the distribution of a significant portion of the Group's shareholding in Nedbank to Old Mutual shareholders. The Group will retain a strategic minority stake of 19.9% of the issued share capital in Nedbank in its shareholder funds after the implementation of the Nedbank unbundling.

Nedbank

The Old Mutual plc group acquired a majority interest in Nedbank, which was at the time known as Nedcor Limited, in 1986. Nedbank is a diversified financial services provider offering a wide range of wholesale and retail banking services, as well as insurance, asset management and wealth management solutions. It delivers its products and services through four main segments: (i) Nedbank Corporate and Investment Banking, (ii) Nedbank Retail and Business Banking, (iii) Nedbank Wealth, and (iv) Rest of Africa.

Nedbank ranks as a top-5 bank by capital on the African continent and Ecobank Transnational Incorporated ("Ecobank"), in which Nedbank holds a 21.2% shareholding, ranks within the top-10 banks by assets on the African continent. Nedbank is South Africa's fourth-largest bank by market capitalisation, total assets and



headline earnings. It is a leading corporate bank and a market leader in commercial property and renewable energy finance and has a strong position in household motor finance, household deposits and card acquisitions. It operates a unique asset management model as part of an integrated wealth management business. Through its pan-African banking alliance with Ecobank, Nedbank provides its customers access to Africa's largest banking network.

For further information on Old Mutual, please visit the corporate website at www.oldmutual.com