

Broad-Based Black Economic Empowerment Commission

FORM BBEE 1

Compliance Report by Company Listed on the Johannesburg Stock Exchange (JSE)

(in terms of Section 13G (2) of the Act)

SECTION A: DETAILS OF ENTITY

| | |
|--|---|
| Name of Entity / Organisation | Sappi Southern Africa Limited (wholly owned subsidiary of Sappi Limited) |
| Registration Number | 1951/003180/06 |
| Physical Address | 108 Oxford Road, Rosebank, Johannesburg |
| Telephone Number | +27114078111 |
| Email Address | Dieter.Ahrens@sappi.com |
| Indicate Type of Entity / Organisation | Public Corporation |
| Industry / Sector | Pulp and Paper |
| Relevant Code of Good Practice | Forestry Sector Charter Code |
| Name of Verification Agency | Empowerdex |
| Name of Technical Signatory | Ruaan Gijben |

SECTION B: INFORMATION AS VERIFIED BY THE BROAD-BASED BLACK ECONOMIC EMPOWERMENT

| B-BBEE Elements | Target Score Including | Bonus Points | Actual Score Achieved |
|-------------------------------------|-------------------------------------|---------------------|------------------------------|
| Ownership | 25 | 12 | 26.18 |
| Management Control | 19 | | 10.56 |
| Skills Development | 20 | 5 | 12.51 |
| Enterprise and Supplier Development | 43 | 6 | 34.79 |
| Socio-Economic Development | 5 | 3 | 7.63 |
| Total Score | 112 | 26 | 91.67 |
| Priority Elements Achieved | Yes | | |
| Empowering Supplier Status | Yes | | |
| Final B-BBEE Status Level | Level Three Contributor (AA) | | |

*indicate how each element contributes to the outcome of the scorecard

SECTION C: FINANCIAL REPORT**1. BASIC ACCOUNTING DETAILS:**

a. Accounting Officer's Name:

Dieter Ahrens

b. Address:

108 Oxford Road, Rosebank, Johannesburgc. Accounting Policy: (*Your accounts are done?*)

| Weekly | Monthly | Other (specify) |
|--------|---------|-----------------|
| | X | |

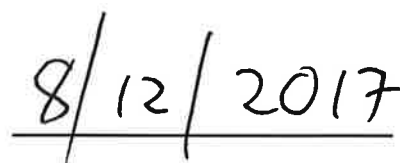
d. Has the attached Financial Statements and Annual Report been approved by the entity?

YES**2. PLEASE ATTACH THE FOLLOWING:**

i) Copy of Annual Financial Statement including Balance Sheet and Income and Expenditure Report of Sappi Southern Africa Limited.

Attached

ii) Integrated Annual Report of Sappi Limited

Attached**3. ENTITY ANNUAL TURNOVER: (of Sappi Southern Africa Limited)****ZAR 17.8 Billion****4. SIGN OFF AND DATE:****Signature****Date**