



OLD MUTUAL DEAL POSITIONS IZINGWE and CHESTNUT HILL AS SIGNIFICANT PLAYERS IN THE BEE SPACE

Sipho Pityana and Bulelani Ngcuka are the lead players of Mtha-we-Mpumelelo (Mtha), which was specifically created for the Old Mutual Group Transaction which introduces broad-based black ownership in to its Old Mutual plc's South African businesses namely Old Mutual (South Africa), Nedcor and Mutual & Federal. Mtha's shareholders are Izingwe Financial Investments, an associate company of Izingwe Capital, Chestnut Hill, which includes various individuals led by Ngcuka, and three broad-based groupings representing black medical and legal professionals.

Pityana, the chairman of Izingwe, said: "With the experience and expertise within the Mtha consortium we believe we can, and indeed are committed to, adding real value to the Old Mutual Group. Furthermore, this partnership will create a platform for us to become meaningful players in the BEE environment."

The deal consolidates Izingwe's presence in the financial services sector. It already has a 20% equity stake in Riscura Solutions, an independent consultant to pension funds, employee benefit schemes and asset managers with funds in excess of R400 billion.

Ngcuka said: "We view our inclusion as a deliberate effort on the part of the country's leading financial services institution to support new BEE players. It is also a recognition of the unique contribution that Mtha's shareholders can make to the Old Mutual Group." This is enhanced by the broad-based groupings that are included in Mtha. These are the National Association of Democratic Lawyers (Nadel), the Black Lawyers Association (BLA) and the South African Medical and Dental Association (SAMDP). Collectively, they represent over 7000 black professionals.

Sipho Pityana and Bulelani Ngcuka have demonstrated in their previous positions that they have the ability to play dynamic roles in driving change and development in large organisations. In addition to his roles as the Director-General of the Departments of Labour and Foreign Affairs, Pityana spent two years as an Executive Director of Nedcor Investment Bank. In his role as the National Director of the National Prosecuting Authority, Ngcuka demonstrated his strong leadership abilities.

In addition to the broad-based groupings, Mtha includes individuals who have complementary skills and who have played key roles in the public and private sectors. It is a group of individuals that can significantly enhance the various businesses within Old Mutual's South African businesses.

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Notes to editor

Other members of the Mtha consortium include:

- Phillip Dexter, an acting executive director of Proudly South Africa, who has a detailed understanding of the Financial Sector Charter, which was born out of processes at NEDLAC during the time when he was Executive Director. He continues to be a key player in its implementation, in his role as a member of the Financial Sector Charter Council;
- Sango Ntsaluba, the Chairman of the accounting firm SizweNtsaluba VSP, who has strong managerial capacity as well as a solid understanding of the short-term insurance industry;
- Gil Mahlali, a specialist surgeon who has extensive experience in the health care and insurance industries;
- Ashley Ally, the CEO of Izingwe, who brings a range of skills and experience including managing and transforming large organisations including the Legal Aid Board, where he served as CEO for two years;
- Tsakani Matshazi, a chartered accountant with extensive knowledge of private equity and development funding;
- Mark Sifris, a corporate lawyer with extensive expertise on empowerment issues and transactions; and
- Mveleli Booi, the former CEO of Gobodo Inc. and expert in the area of strategy formulation, strategic finance and corporate governance.