

Sallies Limited
(Incorporated in the Republic of South Africa)
(Registration number 1903/001879/06)
Share code: SAL ISIN: ZAE000022588
JSE Code: SALD ISIN: ZAE000117305
("Sallies" or "the Company")

RE-OPENING OF WITKOP MINE, CHANGES TO THE EXECUTIVE RESPONSIBILITIES OF A DIRECTOR AND RENEWAL OF CAUTIONARY ANNOUNCEMENT

Reopening of Witkop Mine

Further to the SENS announcement dated 19 January 2011 regarding the \$8 million facility extended to the Company by Maghreb Minerals Plc ("Maghreb"), the Sallies board is pleased to announce that Witkop Fluorspar Mine (Proprietary) Limited, the Company's subsidiary, will be re-opening its Witkop Mine following successful negotiations with key customers in which sizeable orders have been secured.

Changes to the executive responsibilities of a director

Shareholders are hereby notified that Patrick Cooke has been appointed as the Acting Chief Executive Officer of the Company with immediate effect. Patrick has extensive knowledge of and experience in Sallies' business and will continue with his current duties as Financial Director of the Company.

Renewal of cautionary announcement

Sallies shareholders and debenture holders are reminded that the proposed transaction between Maghreb and Firebird as previously announced on 28 December 2010 remains conditional and the Sallies shareholders and debenture holders are advised to continue to exercise caution when dealing in their shares and debentures respectively, until such time as the terms of the mandatory offers are published.

Johannesburg
14 February 2011
Sponsor: Bridge Capital Advisors (Pty) Limited