

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

**NOTICE OF INTEREST PAYMENT ON UNSUBORDINATED UNSECURED CONVERTIBLE
DEBENTURES OF R0.50 EACH ("DEBENTURES")**

Notice is hereby given that Interest Payment number 8 has been determined in accordance with the terms and conditions attaching to the Debentures based upon a period of 184 days, being from 30 June 2011 to 30 December 2011.

Interest payment number: 8
Rate: 10% p.a.
Cents per debenture: 2.52055

Last day to trade "cum" interest payment: Thursday, 22 December 2011
Trading commences "ex" interest payment: Friday, 23 December 2011
Record date: Friday 30 December 2011
Payment date: Tuesday, 3 January 2012

Debenture certificates for the unsubordinated unsecured convertible debentures may not be dematerialised or rematerialised between Friday, 23 December 2011 and Friday 30 December 2011, both days inclusive.

Debenture holders are also notified that if they elect to receive the mandatory offer consideration as disclosed on SENS on 1 December 2011, they will be entitled to receive accrued interest on the debentures held up until the date of acceptance of the mandatory offer consideration.

7 December 2011
Johannesburg
Sponsor: Bridge Capital Advisors (Pty) Limited