

UPDATE ON CAUTIONARY STATEMENT

Shareholders are referred to the cautionary statement issued by the Company on 20 October 2016. The cautionary statement was issued with respect to a notice received from The Coca-Cola Company (TCCC) of its intention to terminate the Bottlers' Agreements with its subsidiary Delta Beverages and associate Schweppes Holdings Africa Limited (Notified Intention), following the combination of Anheuser-Busch InBev SA/NV (AB InBev) and SABMiller Plc.

Shareholders' attention is drawn to the joint statement issued by TCCC and AB InBev on 21 December 2016 (the Joint Statement), regarding AB InBev's stake in Coca-Cola Beverages Africa Proprietary Limited, particularly insofar as that statement refers to TCCC and AB InBev having reached agreement in principle for TCCC to acquire AB InBev's interest in bottling operations in specified markets including Zimbabwe, for subsequent re-franchising to its preferred partners. This process and any such transaction would require relevant Board, shareholder and regulatory approvals.

The Company and the Board are considering the implications of the Notified Intention and the Joint Statement and are engaged in discussions with the parties in this regard. No changes to the operations of the Company and its associates are anticipated at this time and the Company will continue to operate in the usual manner.

Shareholders should continue to exercise caution when dealing in the shares of the Company and should consult their professional advisers on the cautionary statement, if required.

By Order of the Board

30 December 2016

A Makamure

Company Secretary

Sable House, Northridge Park, Harare



C F Dube (Chairman), P Gowero (Chief Executive),
RT Almeida Cabral De Soares, C C Jinya, S J Hammond,
J A Kirby, T Moyo, L E M Ngwerume, Prof. H C Sadza,
T N Sibanda, M M Valela

Website address: <http://www.delta.co.zw>