

CASH / SCRIP DIVIDEND OFFER

Notice is hereby given that the board declared a final dividend of 0.56 RTGS cents per share with a scrip option for the year ended 31 December 2018 payable in respect of all the ordinary shares of the Company. This dividend will be payable in full to all Shareholders of the Company registered at the close of business on 26 April 2019.

The terms of election for the scrip /cash dividend offer being mailed on 3 May 2019, together with the form of election, are as follows:-

A. THE TERMS OF ELECTION

This form sets out the choices open to ordinary members in terms of this offer.

These are as follows:

1. The amount of cash you will receive if you elect not to take up shares; or
2. The number of shares you will be issued should you elect to reinvest your dividend entitlement in the Company.

The following procedures are applicable for members to exercise these options:

B. ELECTION PROCEDURES

1. To receive your dividend entitlement wholly in cash you should tick Option 1 on the Form of Election.
2. To receive shares in lieu of your dividend entitlement you should tick Option 2 on the Form of Election.
3. To receive part cash and part shares, communicate with the transfer secretaries.

C. RETURN OF FORM OF ELECTION

1. Return your Form of Election to First Transfer Secretaries.
2. All Forms of Election must be received by the First Transfer Secretaries, 1 Armagh Avenue, Eastlea, Harare; by no later than 4.00 pm on Friday 17 May 2019.
You should allow at least four full working days for postal delivery in Zimbabwe. Given the pressure on postal deliveries at this time, shareholders are encouraged to use the following email address info@fts-net.com. No acknowledgement of receipt of a Form of Election will be given.
3. If no form has been received from any members for whatever reason by this time, it will be assumed that the member has elected to receive the dividend entitlement as cash.

D. BASIS OF ALLOTMENT

This offer is made at a price of 21.25 RTGS cents per share. Fractional entitlement arising from the computation will be paid in cash. Shareholders will get 1 scrip dividend share for every 38 shares already held.

E. TAXATION

Where members are liable to withholding tax, this amount will be deducted in determining the net dividend, which is to be paid in the form of cash.

F. NOMINEE ORGANISATION

Nominee organisations holding shares on behalf of a number of different members may split the election based on the intention of the various members. This should be in liaison with First Transfer Secretaries.

G. DISPOSAL FOR CASH

Members not wishing to retain the scrip that they have acquired should discuss the opportunities for immediate sale with their stockbroker.

H. RECENT SALE OF SHARES

If on or before 24 April 2019 (the day on which the shares currently issued will be quoted ex-dividend) you have sold all or some of the shares registered in your name, you should consult with your stockbroker or Agent without delay. Your Stockbroker or Agent will then advise you how to deal with your form of Election.

I. DELIVERY AND LISTING OF NEW SHARES

Application will be made to the Zimbabwe Stock Exchange for admission of the new shares to the official list. The new shares, when issued, will rank pari passu in all respects with the existing shares and will qualify for all dividends thereafter. Dealing in the new shares is expected to begin on 24 May 2019.

J. CASH DIVIDENDS TO FOREIGN SHAREHOLDERS

All cash dividends to foreign shareholders to be paid subject to foreign currency availability.

K. TIMETABLE OF EVENTS

1. Dividend Announced	12 April 2019
2. Last date to Trade-Cum Dividend	23 April 2019
3. Share trade Ex Dividend	24 April 2019
4. Record date	26 April 2019
5. Mailing of Forms of Election – 4.00 pm	03 May 2019
6. Latest time and date of receipt of Forms of Election	17 May 2019
7. Press Announcement of Results	21 May 2019
8. Shares Issued and cash dividend paid	24 May 2019
9. First Day in dealing in New Shares	24 May 2019

The share price for the alternative scrip dividend, which was the market price ruling at declaration date, is 21.25 RTGS cents per share, which if accepted by all members, will result in the issue of 6,495,816 new shares in Proplastics Limited.

By Order of the Board

P Changunda

Company Secretary

5 Spurn Road,
Ardbennie,
Harare, Zimbabwe

First Transfer Secretaries

1 Armagh Avenue,
Eastlea
P O Box 11
Harare, Zimbabwe

12 April 2019