

30 October 2017

Dear Shareholder

NOTICE IN TERMS OF SECTION 45 (5) OF THE COMPANIES ACT NO. 71 OF 2008 ('THE COMPANIES ACT')

Notice is hereby given in terms of section 45 (5) of the Companies Act that pursuant to the authority granted by shareholders at the annual general meeting of DRDGOLD Limited ("DRDGOLD or "the Company") on 25 November 2016, the board of DRDGOLD has resolved that:

- (a) The Company enter into a loan agreement with ERGO Mining Operations Proprietary Limited ("EMO"), Crown Gold Recoveries Proprietary Limited ("Crown"), ERGO Mining Proprietary Limited ("ERGO") and East Rand Proprietary Mines Limited ("ERPM") which will govern, inter alia, the inter-company loans advanced and to be advanced by DRDGOLD to EMO.
- (b) The Company provide a letter of support to EMO in terms of which, during the period commencing on the date of signature of EMO's financial statements for the year ended 30 June 2017 and expiring 367 days thereafter, DRDGOLD will provide further financial support to EMO and outstanding balance under such loan to be subordinated in favour EMO's trade creditors.
- (c) The Company agrees to provide financial assistance to related and inter-related companies if required of up to R1 230 000 000.

Yours faithfully



AJ DAVEL
CHIEF FINANCIAL OFFICER