

COMMUNIQUÉ

The Board of Directors of Alteo Limited ('ALTEO') wishes to inform its shareholders and the public in general that its subsidiary company, Sucrière des Mascareignes Limited ('SML'), has signed a non-binding Heads of Terms for the proposed acquisition of an effective stake of 51% in the share capital of Transmara Sugar Company Limited ('TSCL'), a Kenyan company operating a sugar mill in the Transmara region. This is in line with ALTEO's strategy to expand in regional growth markets.

The actual milling capacity of TSCL is above 400,000 tonnes of sugar cane over a 300 day crop with a potential to increase same to over 1,000,000 tonnes of sugar cane within the next three years.

The proposed acquisition by SML is expected to be completed within the next three months subject to the satisfactory completion of a due diligence by SML, relevant Board approvals and the execution of a binding Sale and Purchase Agreement among other Conditions Precedent.

Shareholders of ALTEO and the investing public will be kept informed of further developments.

By Order of the Board

Navitas Corporate Services Ltd
Company Secretary

July 16, 2014

This Communiqué is issued pursuant to Listing Rule 11.3 and the Securities Act 2005. The Board of Directors of Alteo Limited accepts full responsibility for the accuracy of the information contained in this Communiqué.