

27 November 2018

H.E. António Guterres
Secretary-General
United Nations
New York, NY 10017
USA

Dear Mr. Secretary-General,

Capricorn Group reaffirms its support of the Ten Principles of the United Nations Global Compact in the areas of Human Rights, Labour, Environment and Anti-Corruption.

Despite the current challenging economic environment in Namibia (the Groups' main country of operation), Capricorn Group have continued to create value for its stakeholders. On 30 June 2018, Capricorn Group celebrated its fifth year on the Namibian Stock Exchange. The Capricorn Group share price has increased from its public offer price of N\$8.75 at listing in June 2013 to N\$17.23 on 30 June 2018, thereby achieving a compound annual growth rate of 14.51%. Further, Capricorn Group was awarded the Regional Company Award at the Annual Integrated Reporting Awards of 2018 hosted by Chartered Secretaries Southern Africa in partnership with the Johannesburg Stock Exchange Limited. This makes it the second consecutive year that Capricorn Group has been awarded with this prestigious award.

Our Board, through the Board Sustainability and Ethics Committee provides direction for our sustainability initiatives. Capricorn Group describes its sustainability actions and provides a measurement of outcomes in the four areas of the UNGC (human rights, labour, environment and anti-corruption) in its 2018 Integrated Report. Through our annual Integrated Report, Capricorn Group demonstrates its culture of transparency and accountability to all its stakeholders. Capricorn Group follows international reporting standards such as the Global Reporting Initiative and the International Integrated Reporting Council Framework. Our progress is self-evident in our third Integrated Report that will serve as our Communication on Progress.

Sincerely yours,



Thinus Prinsloo
Group Managing Director