

19 April 2021

ADDITIONAL INVESTMENT IN MELAWOOD (MFB) AND HOT COATING CAPACITY

PG Bison is pleased to announce it has received approval for the purchase of a new Melamine Faced Board (MFB) press and an additional hot coating line from its shareholder, KAP Industrial Holdings. This brings PG Bison's tally to seven MFB presses and two hot coating lines. These investments are made possible by the support we have received from our customers for our MelaWood and Premier ranges, resulting in phenomenal growth, for which we are grateful.

Our ranges continue to grow in popularity, across all segments of the market. This is influenced in part by significant changes in the local furniture retailers' buying behaviours, as they increasingly look for local solutions and new product category opportunities, and the PG Bison team's focused approach to colour range and finish management, ensuring the ranges stay on trend with international markets, while remaining locally relevant.

The investment will not only assist the growing demand for our Proudly South African MelaWood and Premier ranges, but the additional capacity will give us the flexibility needed to drive further innovation and ensure that our product ranges keep inspiring the market and leading the trends.

Both the MFB press and hot coating line will be located at our Boksburg site. They will be commissioned in the third quarter of 2022. They will be installed alongside the existing production lines without any disruption to current capacity.

We are excited about this positive news and the trust our shareholder has demonstrated in the PG Bison team and our industry over the long term. We would like to sincerely thank you, our customer, for your continued support. Without you there would be no industry in which to invest and grow, and these investments would not be possible.

Kind regards

GERHARD VICTOR
CEO

DIRECTORS: GN Chaplin, FH Olivier, G Victor (Chief Executive Officer), W Kilian, SP Lunga

EXECUTIVE MANAGEMENT: JN Berry, PA de Wet, SP Dlamini, SA Engelbrecht, LB Morgan, A Saaiman

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KAP
KAP GROUP COMPANY