

JCI Limited (“the Company” or “JCI”)

**COMMUNICATION TO SHAREHOLDERS REGARDING LEGAL MATTERS AND
PROGRESS ON FINANCIAL STATEMENTS**

9 December 2014

As we approach the end of 2014 the Board advises shareholders that meaningful progress has been made in the wind-down process of JCI.

The Company has successfully defended the applications by Hemispherx Biopharma and Black Bear Resources, both matters which were fully reported on in previous updates.

The successful disposal of Boschendal to the shareholders of the Company was also previously announced.

Two major actions remain:

1. The claims against the previous auditors, Charles Orbach and Company. An enormous amount of work is being done by both the Company and its legal advisors and a Court date has been set for the latter part of 2015.
2. Final resolve of the tax issues is a major outstanding issue and is the reason for the delay in publishing the 2014 financial accounts. Discussions with the South African Revenue Services (SARS) are presently in process.

The financial statements will be finalised and published as soon as the tax issues are resolved.