

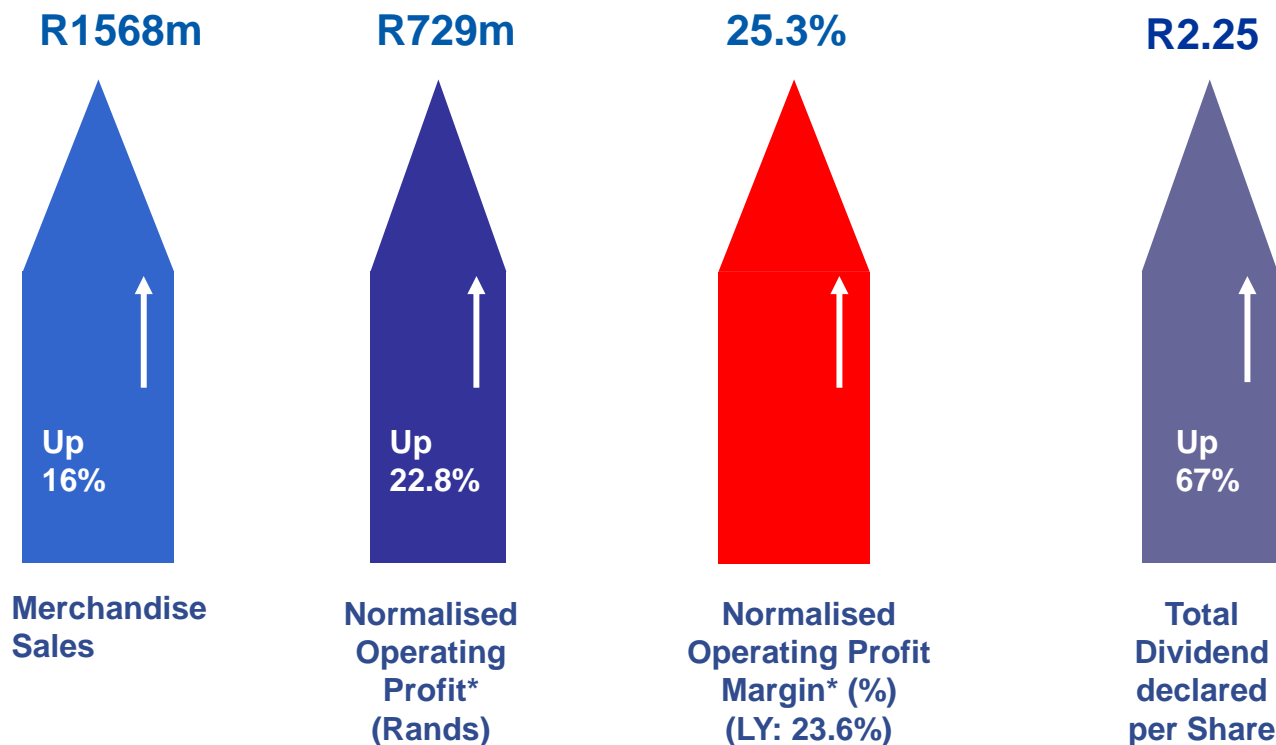


LEWIS GROUP LIMITED
ANNUAL GENERAL MEETING
4TH AUGUST 2006



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Financial Highlights FY06



* Excludes one-time IFRS 2 share-based payments of R58m



Consumer spending in the middle income group which is Lewis' target market, remains strong.



AGM : 4TH AUGUST

CEO UPDATE FOR THE 4 MONTHS ENDED JULY 2006

The first quarter reflected a retail sales increase of 17% compared to last year with like for like sales increasing 13%.



The month of July which in terms of the group's trading cycle ends on 5th August, is anticipated to reflect a sales increase of 16% compared to last year.



AGM : 4TH AUGUST

CEO UPDATE FOR THE 4 MONTHS ENDED JULY 2006

Cash flows remain strong.



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The debtors book has increased by R314 million over the past year as a result of buoyant trading. The overall condition as measured by the impairment provision (doubtful debt provision) reflects a provision of 13% at the end of June compared to 14.5% last year.



The company has repurchased 6.5% of its shares in terms of the general authority granted by shareholders at the last AGM.



The new store opening programme has progressed well and we expect to attain our target of 25 new stores for the current financial year.



In looking forward naturally the recent increase in interest rates will be a factor, but the Lewis model has over many years proved to be resilient in a changing interest rate environment.



Our regular customer contact via the Reserve programme together with strong in store customer promotions and merchandise initiatives will assist us in maximising all sales opportunities.



AGM : 4TH AUGUST

CEO UPDATE FOR THE 4 MONTHS ENDED JULY 2006

We are therefore confident that we will continue to trade well in the current year.



Questions



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