



THE SOUTH AFRICAN BREWERIES MALTINGS (PTY) LTD

Registration No.: 1967/008461/07

Bredasdorp Road, CALEDON, 7230

Tel: +27 28 214 3100 Fax: +27 28 212 1518

P O Box 27, CALEDON, 7230, South Africa

MEMO FROM CHIEFMALTSTER

4th October 2016

DUE DILIGENCE TESTING: INCREASED PORTFOLIO OF ACTIVE INGREDIENTS TO BE TESTED FROM CROP 16 ONWARDS

Weather patterns are changing and with the uncertainty that change brings, practices to mitigate impact also alter. Practices which have come to my attention is the late application of herbicides for numerous reasons.

The late application of herbicides to barley increases the risk of detectable residues in the harvested barley and potentially could breach legal maximum residue limits (MRLs) and will influence GE decline. Furthermore, the resultant residues are carried through into the final product beer which impacts our corporate reputation.

Farmers and advisors need to be aware of the correct practices and withholding periods of each active ingredient in the applications that are used. Farmers also need to be aware of the implications and the role they play in ensuring food health safety and protecting the local barley industries in which they participate and which all of us has helped expand and prosper.

To this end and in order for us to comply with food safety regulations and quality assure our barley, SAB Maltings will increase the portfolio of active ingredients tested. The range of active ingredients tested will cover the entire portfolio of the chemicals listed in the Recommended List, as well as certain high risk chemicals not on the List. If a positive result is obtained for a barley delivery, the entire silo/bag/bunker in which the positive barley was transferred into will be rejected.

The responsibility to avoid positive residue in barley results sits squarely with the farmers and advisors and should be taken seriously by all participants in the barley supply chain.

Roslyn Fairbairn, QA Manager Africa will email a deck explaining the process to ensure transparency. CO Ops/ Advisors/ Agri Managers please can you communicate to your farmer base the increased portfolio of active ingredients tested from crop 16 onwards.

Thanking you in advance for your co operation

Kind Regards
Nikki Else
Chief Maltster: Africa

Directors

A C Wolff, M C van Schoor, Prof B C Axcell (British),

Company Secretary C F Barkhuizen