

BRAVOMATE (PTY) LIMITED

REGISTRATION NUMBER: 2009/004178/07

BUSINESS RESCUE STATUS REPORT IN TERMS OF SECTIONS 132 AND 141 OF THE COMPANIES ACT, 2008 READ WITH REGULATION 125 OF COMPANIES ACT FILED BY THE BUSINESS RESCUE PRACTITIONER J F KLOPPER

| | Company Name |
|---|--------------|
| Board of directors passes resolution for Business Rescue on | 2014-05-20 |
| File notice of resolution with CIPC on | 2014-05-23 |
| Publish notice to affected parties-within 5 days from Filing | 2014-05-30 |
| Company nominates a BRP within 5 days of filing | 2014-05-20 |
| CIPC confirms the appointment of BRP | 2014-05-28 |
| File notice to CIPC on BRP appointment within 2 days | 2014-05-29 |
| Publish notice to affected parties of BRP within 5 days | 2014-05-30 |
| First meeting of creditors-10 days from appointment | 2014-06-05 |
| First meeting of employees-10 days from appointment | 2014-06-05 |
| Publish Business Plan within 25 days of appointment of BRP on | 2014-07-03 |
| Notice of meeting to determine Business Plan | 2014-07-03 |
| Meeting to determine Business Plan 10 days after publication | 2014-07-11 |
| Termination Date | 0000-00-00 |

1. Bravomate (Pty) Limited was placed under Business Rescue in terms of Section 129(1) of the Companies Act 2008 ("the Act") on 23 May 2014.
2. Bravomate (Pty) Limited complied with the requirements of Section 129(3)(a) and (b) of the Act.
3. Johannes Frederick Kloppe was licensed by the Commission in respect of the company and appointed as Business Rescue Practitioner (BRP) to this company on 29 May 2014 in terms of Section 138 of the Act.
4. A First Meeting of Creditors was held in terms of Section 147 of the Act on 5 June 2014.
5. At the adjourned meeting by the affected parties held on 22 September 2014 the Business Rescue Plan was adopted and which Business Rescue Plan is being implemented.
6. The details of the settlement proposal submitted to the liquidators of Peg Solutions (Pty) Limited, who instituted action against Bondpro Finance (Pty) Ltd (under business rescue) ("Bondpro") and the history thereof are contained in previous reports.
7. Various parties are still engaging with Bondpro Finance (Pty) Ltd with a view to utilising the company's corporate structure.

8. These discussions are all subject to very strict non-disclosure agreements.
9. Bondpro's creditors with a majority voting interest in have agreed to the postponement of the date for the publication of the business rescue plan.
10. Discussions have now been arranged, the first to take place during July. A proposed offer is expected at the beginning of August from the one entity whilst negotiations is still continuing with the other party.
11. An amended proposed offer to Bondpro is now expectant between 31 August and 8 September and a proposed term sheet from another party also by the first or second week of September.
12. The amended proposal was received on 4 September but was impractical for execution. The terms and structure are now being reviewed. The term sheet from a second party was considered and a counter proposal was submitted on 26 September.
13. Representatives of the first party have advised that their principals have structured a reviewed proposal, the content of which is still unknown, but expectant shortly. The counter proposal to the second party is still being considered.
14. Negotiations are proceeding with the first party and a meeting with the decision makers is being arranged to take place before 15 December 2017. The second interested party has made further enquiries on the counter proposal and a response is expectant shortly.
15. A follow-up to the meeting held in December is scheduled for 15 and 16 January 2018 with the first interested party. The other party has not submitted any further commentary on the counter proposal and will be engaged with as early as possible.
16. A follow-up discussion between KCI (Bondpro creditor) and the first interested party took place on 16th January and some further telephonic discussions thereafter. Much greater clarity has now been reached between the parties and new term sheets are now being drafted which are expectant shortly. The other interested party is reconsidering its position.
17. We still await the term sheet as some delicate negotiations were required during February to keep the potential offeror in the transaction.
18. Two further discussions took place during March with the remaining interested party, the last of which took place on 28 March. We are expectant to receiving some feedback shortly.
19. The remaining party with whom KCI negotiates provided some feedback during April and confirmed its interest and indicated that it now attends to a financial re-structuring internally to facilitate a transaction and would advise shortly.
20. The interested party advised that its internal processes would be completed by end June and that they wish to proceed with the structuring of a potential KCI investment during July 2018.
21. With reference to the previous point, the discussions will proceed during July.

22. The representatives of KCI (Bondpro creditor) engaged with the representatives of the potential investor on 20 July and arrangements are being made to further pursue the matter as soon as a telecon discussions can be held with the decision-makers.
23. The following round of discussions is due during the first week of September 2018.
24. Further discussions took place between KCI and representatives of investors on two occasions during September and new options are now being explored with more than one party to possibly participate. A Follow-up meeting is due during the 3rd week of October.
25. Discussions will continue during November.
26. More discussions took place during November and some promising progress was made. A potential outcome is expected during late December 2018, alternatively during January 2019.
27. Finality in the matter could be reached during February with a possible outcome during March 2019.
28. The matter concerning KCI (through an affiliated company) and investors has reached finality and we await indicative delivery dates. The scope as to how Bondpro in particular and Bravomate in turn could be supported, still have to be determined.
29. Some limited funds from an investor to an affiliated company of KCI might become available for Bondpro to deal with some of its liabilities. The quantum and terms of these have not been finalised yet.
30. The funds mentioned in 29 above are dependent upon the release of some capital during the next few weeks.
31. The availability and amount as referred to in 30 above will be known towards the end of September/early October.
32. The quantum of the limited capital to be made available to KCI will only be known at the beginning of November 2019.
33. Processes are still in progress.
34. Updates are expected during first week of December 2019
35. The update was postponed to the 2nd week of January 2020.
36. Await notification of timelines.
37. Update re final outcome awaited from KCI capital providers.
38. Update on final outcome delayed until after 'lockdown'. We are uncertain as to the effect on the final outcome as a result of the downgrade on credit rating.
39. The status of the potential availability of capital and the effect of both the 'lockdown' and the downgrading thereon will only be known later during May 2020.

- 40. Confirmation on the outcome is still awaited and will most probably be known post the present lockdown phase.
- 41. Still awaiting outcome. Situation is under review.



J F KLOPPER - BUSINESS RESCUE PRACTITIONER

Date: 31 August 2020