

MEMORANDUM TO ALL AFFECTED PERSONS

30 September 2017

Dear Sir/Madam

STATUS REPORT IN TERMS OF SECTION 132 (3) (a) OF THE COMPANIES ACT 71 OF 2008 (“THE ACT”) RELATING TO FOLLOWING COMPANIES IN THE PLATINUM GROUP:

JENNI BUTTON (PTY) LTD:	REGISTRATION NUMBER 1997/009010/07
RAPITRADE 6 (PTY) LTD:	REGISTRATION NUMBER 2002/011253/07
RAPITRADE 7 (PTY) LTD:	REGISTRATION NUMBER 2002/011160/07
RAPITRADE 9 (PTY) LTD:	REGISTRATION NUMBER 2002/011294/07
RAPITRADE 26 (PTY) LTD:	REGISTRATION NUMBER 2002/013216/07
TRESSO TRADING 102 (PTY) LTD:	REGISTRATION NUMBER 2000/015521/07
ROWMOOR INVESTMENTS 329 (PTY) LTD	REGISTRATION NUMBER 2001/021287/07

(“THE COMPANIES”)

1. We refer to the above matter and to our previous status reports since November 2015.
2. This is a joint status report by J. du Toit (“Jacques”) and J.F Klopper (“Hans”) as the duly appointed joint business rescue practitioners (“BRP’s”) in all the above companies save for Rowmoor Investments 329 (Pty) Limited (“Rowmoor”) where Jacques was appointed as the sole BRP.
3. The BRP’s, management and shareholders of the abovementioned companies have been engaged in on-going discussions with various parties since the commencement of proceedings in all of the above entities in July to August 2015.
4. The BRP’s have been advised that although trading had been carrying on in Gateway under the auspices of separate unrelated entities we have not as yet been able to derive any benefit from such trading to enable us to propose a solution to the affected persons of the companies. During August 2017, the BRP’s were however advised that the leasehold entity that entered into the lease with the landlord in Gateway had been placed in provisional liquidation with a return day for the final order having been set at 19 September 2017. We have been advised that the matter was further postponed on 19 September 2017.

5. The BRP's, management and shareholders still do not have, as was repeatedly reported during the past few months, access to funding and the position still remains that no funds are as yet available for payment to the BRP's for their remuneration and expenses or to any other parties who have a right of preference as provided for in terms of section 135 of the Companies Act 71 of 2008 ("the Act") as was referred to in more detail in paragraph 19.1 of our memorandum dated 30 June 2016 ("June status report").
6. The BRPs have engaged further with various affected persons as was set out in paragraphs 6 – 22 of our June status report.
7. Based on the engagement with various parties as set out in the June status report the BRP's and such affected parties the BRP's have commenced negotiations to finally negotiate the terms of the transaction in terms of Section 134 (1)(a)(ii) of the Act as was alluded to in paragraph 19 of our June 2016 status report. The finalisation of this agreement was not completed and the parties will be engaged again for this purpose.
8. The BRP's reiterate that subsequent to our June 2016 status report we have after, further investigation and consideration, determined that any surplus stock or proceeds thereof that might have been available after satisfaction of the claims of the secured creditors mentioned in paragraph 9 of the June 2016 status report, would have accrued to Merchant Commercial Finance 1 (Pty) Limited ("Merchant") with a claim of R40 404 190,00 against Rowmoor and each of the companies and who holds a General Notarial Bond over all movables that vest in Rowmoor and the companies. Therefore, Merchant will also be a party to the written agreement.
9. The BRP's have requested role-players to provide reasons as to why the companies ought not to be placed in liquidation and provide us with details of a proposed restructuring. We have afforded them until the return day of the leasehold entity on 19 September 2017 to provide us with details of how we can place creditors in a better position than what they would be in upon the immediate liquidation of the companies.
10. The engaged with us on 19 September and advised that their proposals will depend on the outcome of the liquidation matter referred to in paragraph 4 above.
11. Creditors are also hereby advised that there are no still no funds available to pay attorneys to launch liquidation applications in respect of the companies.



JF KLOPPER & J DU TOIT

BUSINESS RESCUE PRACTITIONERS