

- Delivered by Email To:** All known Affected Persons of Group Five Construction Proprietary Limited
(In business rescue)
Companies and Intellectual Property Commission
- Displayed:** Registered business address and principal place business of the Company and
anywhere where employees are employed
- Published:** On the website maintained by the Company and accessible to Affected Persons
-

August 2023

BUSINESS RESCUE STATUS UPDATE REPORT FOR GROUP FIVE CONSTRUCTION PROPRIETARY LIMITED (IN BUSINESS RESCUE) (the "Company")

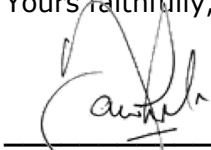
1. In accordance with section 132(3)(a) and section 132(3)(b) of the Companies Act 71 of 2008, as amended ("**the Act**") when the business rescue proceedings of a company have not concluded within 3 months of the date on which they started, the business rescue practitioners ("**BRPs**") are required to –
 - 1.1. prepare a report on the progress of the business rescue proceedings and update it at the end of each subsequent month until the end of the business rescue proceedings; and
 - 1.2. deliver the report and each update to each Affected Person and to the CIPC.
2. Accordingly, we, the BRPs of the Company, hereby provide you with the report on the status of the Company's business rescue proceedings for August 2023.
3. Capitalised words not otherwise defined in this report shall have the meaning ascribed to them in the approved Business Rescue Plan for the Company as published on 30 August 2019 ("**the Plan**").
4. **PAYMENT OF BUSINESS RESCUE DISTRIBUTIONS**
 - 4.1. A further Distribution of **5 cents in the Rand** was made to Concurrent Creditors at the end of **July 2023**.
 - 4.2. To date, Concurrent Creditors have received payments of eight Distributions, totalling **35 cents in the Rand** in respect of their proven Claims. This should be measured against the **3.4 cents in the Rand total recovery** for Concurrent Creditors independently estimated in the **alternative scenario of a liquidation** of the Company.

- 4.3. Concurrent Creditors are advised that further Distributions are anticipated, the next being planned for the end of September 2023. The BRPs will continue to communicate with the relevant Affected Persons in this regard, as and when necessary.
- 4.4. Eligible Concurrent Creditors who have not received payment of the aforementioned Distributions are requested to contact Nesh Singh, the Group Five Creditors Manager, by email on: nsingh@groupfive.co.za to query why this may be so.

5. **BUSINESS RESCUE UPDATES**

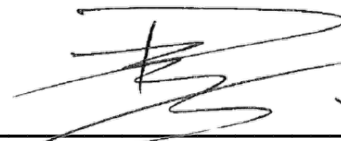
- 5.1. Asset Disposals and Value Collection – There are no more large asset sale processes underway, however, numerous ongoing value collection initiatives and small asset sale processes are still underway in accordance the Plan – proceeds in respect of which will be for the benefit of Concurrent Creditors. Accordingly, the monetisation of group assets continued during August, the most recent major achievement still being the recovery of monies owing from Zimbabwe in July 2023, as per previous reporting.
- 5.2. Litigation and Dispute Resolution – multiple litigation and dispute resolution matters relating to the Company as previously reported to Affected Persons remain ongoing and are in the process of being resolved by the BRPs and their legal advisors.
- 5.3. Construction Projects – All construction projects that were in progress at the commencement of business rescue proceedings have now either been successfully completed, ceded, sold as part of a business sale or terminated.
- 5.4. Other – Other matters still underway in relation to the business rescue process include: addressing residual matters relating to remaining staff and operations; audit completions; extinguishing guarantees still outstanding in relation to the Company; cleaning up and winding down numerous group companies; and dealing with matters as required in respect of the inter-related Group Five Limited business rescue process.
6. If Affected Persons have any queries or concerns with regard to the business rescue proceedings of the Company, such queries or concerns may be directed to the business rescue team on: G5ConstructionBR@groupfive.com.

Yours faithfully,



Dave Lake

Business Rescue Practitioners of Group Five Construction (Pty) Ltd (in business rescue)



Peter van den Steen

Group Five Construction (Pty) Ltd (in business rescue)