

Attention: **All Affected Persons**
Group Five Limited (In Business Rescue)

Attention: **Companies and Intellectual Property Commission**
businessrescue@cipc.co.za

Delivered by Email

Displayed –

- Registered Office 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

Hand Delivered to the Trade Unions

11 July 2019

STATUS REPORT FOR GROUP FIVE LIMITED (IN BUSINESS RESCUE)

- 1 In accordance with section 132(3)(a) and section 132(3)(b) of the Companies Act 71 of 2008, as amended ("**Act**") when the business rescue proceedings of a company have not concluded within 3 months of the date on which they started, a business rescue practitioner is required to –
 - 1.1 prepare a report on the progress of the business rescue, 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 Companies and Intellectual Property Commission ("**CIPC**").
- 2 This requirement is applicable to Group Five Limited (In Business Rescue) ("**Company**").

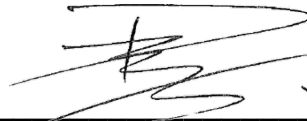
- 3 Accordingly, we, the business rescue practitioners ("**BRPs**") hereby provide you, with the second report on the status of the Company's business rescue proceedings.
- 4 Since the first status report of 11 June 2019, the following has occurred -
- 4.1 Extension of the Date for the Publication of the Plan – the BRPs received the requisite support from creditors to extend the date for the publication of the business rescue plan from 28 June 2019 to 30 August 2019. The BRPs are working on the business rescue plan and are aiming to publish the plan by 30 August 2019.
- 4.2 Meeting with Shareholders – the BRPs met with the shareholders of the Company on 20 June 2019 to provide them with an update and consult on the business rescue proceedings, update regarding the development of the business rescue plan and addressed any comments or concerns that they had.
- 4.3 Non-Executive Director Resignations - Mrs. Nonyameko Mandindi (Non-Executive Director and Chairman); Mr. Michael Upton (Non-Executive Director); Mr. Edward Williams (Non-Executive Director) and Ms. Cora Fernandez (Non-Executive Director) tendered their resignations as non-executive directors of the Company with effect from 25 June 2019.
- 4.4 External Auditors - The Company's external auditors, PricewaterhouseCoopers Incorporated ("**PWC**") resigned as auditors of Group Five on 2 July 2019. PWC resigned as auditors for the Group for the financial year that commenced on 1 July 2018. The Board of Group Five have commenced the process of appointing new auditors.
- 5 As indicated previously, the successful rescue of the Company is highly dependent on the successful rescue of Group Five Construction Proprietary Limited (in business rescue) ("**Group Five Construction**"). Accordingly, in this regard, we enclose for your benefit the status report that was sent to the affected persons of Group Five Construction.

6 If you have any queries, they may be directed to G5ltdbr@groupfive.co.za All relevant notices circulated to the affected persons of the company, to date, have been published on the company's website at www.g5.co.za.

Yours faithfully,



Dave Lake



Peter van den Steen

Joint Business Rescue Practitioners for Group Five Limited (in business rescue)