

REBOSIS

PROPERTY FUND

HEAD OFFICE

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04 October 2022

Dear Valued Service Provider

As you are aware that Rebosis Property Fund Limited (in business rescue) (“the Company”) commenced business rescue proceedings in accordance with the provisions of section 129 of the Companies Act 71 of 2008 (as amended) (“the Companies Act”) on 25 August 2022. Messrs Phahlani Mkhombo (“Mr Mkhombo”) and Jacques Du toit (“Mr Du toit”) were appointed as the business rescue practitioners (“BRPs”) with effect from 30 August 2022. A copy of the Notice of Commencement of Business Rescue Proceedings and Appointment of the BRPs is attached.

As the business rescue practitioners, Messrs Mkhombo and Du toit are required in terms of section 140 of the Companies Act to assume full management control of the Company in substitution of the board and pre-existing management. Both BRPs have already assumed full management control effective from 30 August 2022 and delegated certain functions and responsibilities back to management.

This letter is addressed to you as a key/critical stakeholder of the Company, and whose role has been recognised as material for the success of the financial turnaround, through the business rescue proceedings, of the Company.

Business rescue provides an opportunity for the appointed BRPs to continue with the business of the company so as to preserve its goodwill through an effective moratorium in respect of all legal proceedings and claims against the company. A failure of operations will result in the financial collapse of the company and an outcome detrimental to the interests of all stakeholders including creditors, employees and shareholders.

The BRPs and management have been hard at work since their appointment to stabilise the business and have already identified a number of strategic interventions and cost containment measures which will result in the successful restructuring of the Company.

DIRECTORS

K. Keshav (Chairperson), O.N. Tshabalala (CEO), A.L. Mamane (CFO), Z. Kogo, S. Mqina, M. Khumalo, P. Serote, L. Pengilly, Adv O. Mosekhi, M. Burton, S. Naidoo

Company Secretary: MCP Managerial Services

With regard to business operations, it is imperative that the economic value of the business is maintained, and that jobs are preserved. Our intention as the BRPs is to continue with the business operations as normal and we do not anticipate any disruptions. We have already engaged with our lenders, employees and key creditors, and they are very supportive of the process that we have embarked upon.

As a critical supplier of the business, you are requested to continue to supply products or goods ordered by the business on the basis that all orders placed by, and services rendered to, the business during the business rescue proceedings will be discharged and paid for on the same terms and conditions as agreed between the Company and yourself or in accordance with the agreed terms of supply set out in your supply terms and conditions agreed with the business prior to the commencement of business rescue proceedings.

Please note that, the unpaid amount for all goods or serviced supplied or rendered by you after the 25th of August 2022 will be treated as post commencement claim as envisaged in terms of section 135 of Companies Act. In simple-terms, the unpaid amounts for goods sold and delivered after the commencement of business rescue will be treated as post-commencement claim and will rank above all the secured and unsecured creditors/concurrent creditors and will be repaid in full first before payment of all the other existing creditors in terms of section 135 of the Companies Act.

As a supplier, the indebtedness due by the business to you, as at 25 August 2022 is impacted by a moratorium. In other words, all the historic debts owed by the business as at 25 August 2022 will be frozen and will be dealt with in the business rescue plan as envisaged in the business rescue regime contemplated in chapter 6 of the Companies Act 71 of 2008.

We wish to thank you for your continued support and look forward to engaging with you positively going forward in the best interests of all stakeholders.

Should you have any queries or require any clarity, please feel free to contact the BRPs, Messrs Mkhombo and Du toit at businessrescue@rebosis.co.za .

Yours faithfully

The image shows two handwritten signatures in black ink. The signature on the left is 'Phahlani Mkhombo' and the signature on the right is 'Jacques Du toit'. Both are written in a cursive, flowing style.

Phahlani Mkhombo and Jacques Du toit
Joint Business Rescue Practitioners
Rebasis Property Fund Limited (Pty) Ltd (in business rescue)