

THIRD BUSINESS RESCUE STATUS REPORT

Report in terms of Section 132(3) of the Companies Act 71 of 2008 (as amended)

Full Name:	Afric Oil (Pty) Ltd (in business rescue)
Registration Number:	1995/001866/07
Registered Office:	2 nd Floor, Building 11, Design Quarter District, Leslie Ave, Fourways, 2191
BRPs:	Phahlani Mkhombo & Moses Singo – Genesis Corporate Solutions
Address:	Eco Fusion Office Park, Phase 4, Block A, Unit A06, First Floor, 300 Witch-Hazel Street, Eco Park, Highveld Ext59, Centurion 0157
Date of Appointment:	22 April 2021

1. Introduction

- 1.1 This Report is prepared in terms of section 132(3) of the Companies Act, 2008 (as amended) (the "Companies Act") in respect of the business rescue proceedings of Afric Oil Proprietary Limited (in business rescue) (the "Company").
- 1.2 The purpose of this Report is to give an update to the Company's creditors and affected persons on the progress of the business rescue proceedings of the Company.
- 1.3 This Report is required in the event that a company's business rescue proceedings have not been finalised within three months after the commencement of the business rescue proceedings.
- 1.4 The Report must be read together with other circulars and/or reports previously issued, in the business rescue proceedings of the Company, in terms of section 132(3) of the Act.

2. Business Rescue Update

- 2.1 You will recall that on 15 September 2021, the BRPs invited creditors to a meeting of creditors which was held on Wednesday, 22 September 2021 at 10h00 via MS Teams.
- 2.2 The purpose of the creditors meeting was to update creditors on the revised offer by Royale or its nominee and for creditors to vote in favour of or against the revised offer by Royale.
- 2.3 The majority of the creditors' voting interests (exercising their votes) voted in favour of the revised offer by Royale.
- 2.4 The voting interests exercised for the revised offer by Royale was as follows:
 - i. value of claims for the approval of the revised Royale offer: **R247 373 342,05;** and
 - ii. value of claims against the approval of the revised Royale offer: **R4 617,95.**
- 2.5 Accordingly, it is recorded that the revised offer by Royal was approved by 100% of the creditors voting interest.

3 Shareholders Meeting

- 3.1 Section 152(3)(c) of the Companies Act requires the BRPs to hold a meeting of the shareholders, following an approval of a business rescue plan by creditors or in this

case, approval of the revised offer by Royale or its nominee if the adopted business rescue plan or offer has the effect of altering the shareholders rights.

- 3.2 The revised offer by Royale has the effect of altering the shareholders rights. It is in this context that the BRPs convened a meeting of the shareholders to consider and vote on the Royale Offer.
- 3.3 The shareholders' meeting was held on 29 September 2021 at 14h00 via MS Teams and was attended by all the shareholders.
- 3.4 The shareholders unanimously voted in favour of the revised offer by Royal. Accordingly, it is recorded that the revised offer by Royale was approved by the shareholders of the Company.

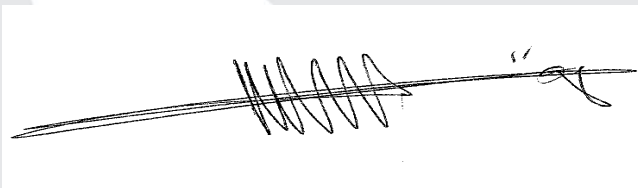
4 Implementation of the Royale offer

- 4.1 In light of the outcome of the creditors and the shareholders meetings, the BRPs will proceed to implement the revised offer by Royal.

5 Closing Remarks

- 5.1 The BRPs undertake to continue providing monthly reports to the creditors and the affected persons on the progress of the business rescue proceedings as required by Companies Act.
- 5.2 All queries regarding the business rescue proceedings of the Company may be addressed to the following email address africoilbr@gcs-sa.co.za .

Yours faithfully,



Phahlani Mkhombo & Moses Singo

Joint Business Rescue Practitioners

Afric Oil Proprietary Limited (In Business Rescue)

30 September 2021