

Attention: Affected Persons of CBI-Electric Telecom Cables Proprietary Limited (In Business Rescue)

1. Delivered by:
 - 1.1. E-mail to Affected Persons
 - 1.2. Hand to Trade Unions and certain Creditors
2. Displayed –
 - 2.1. On notice boards at the registered office and principal place of business of the Company and anywhere where Employees are employed
 - 2.2. Published on the website maintained by the Company and accessible to Affected Persons

STATUS REPORT FOR CBI-ELECTRIC TELECOM CABLES (PTY) LTD (IN BUSINESS RESCUE) ("the Company") IN TERMS OF REGULATION 132(3) OF THE COMPANIES ACT 71 OF 2008

31 May 2023

1. In accordance with section 132(3)(a) of the Companies Act 71 of 2008 ("**Companies 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. The Company commenced business rescue on 2 March 2022 with Mr Neil Hofmeyr Hablutzel as the duly appointed business rescue practitioner ("**BRP**") who, herewith, provides you with the twelfth report on the status of the Company's business rescue proceedings.
3. Statutory required Notices and Status Reports are and have been circulated to Affected Persons as prescribed by the Companies Act.
4. The business rescue plan ("**Plan**") was adopted on 7 June 2022 by the holders of 100% of the creditors' voting interests that voted, all of whom were independent creditors.
5. The BRP has engaged extensively with various Affected Parties, including the Employees and management of the Company, various Creditors and banking lenders. The details and outcomes of such meetings were set out and tabled in the approved Plan. The approved Plan

also contains the full details of certain of the steps that have been taken since the BRP's appointment. Engagement with the various stakeholders is ongoing.

6. The BRP continues to manage operations together with the ongoing working capital requirements of the Company. The requirement of settling the majority of suppliers prior to delivery continues to adversely impact current cash resources. Notwithstanding, with the recent advancement of further PFC funding, CBi Telecoms is currently sufficiently capitalized to meet its current and short-term obligations.
7. The BRP and the shareholders have been in the process of concluding a PCF loan and nominal value share sale and purchase transaction with an investor, but as mentioned in the previous status report, certain obstacles prevented us concluding such arrangement. However, it appears as if such challenges have now been overcome, which will hopefully allow for a successful investment and with it, the settlement of creditors and posting of substantial implementation of the Plan. Further details will be provided in due course.
8. All Affected Persons are reminded that all notices, documents and the Plan may be viewed on the Company's website at <https://www.cbitele.com/business-rescue>.

Yours faithfully



Neil Hablutzel
Business Rescue Practitioner