



**Phumelela Gaming and Leisure Limited
(in Business Rescue)**

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Notice to affected persons

29 April 2022

**REPORT IN TERMS OF SECTION 132(3)(a) and (b) OF THE COMPANIES ACT 71 OF 2008 (AS AMENDED)
('the Act')**

**PHUMELELA GAMING AND LEISURE LIMITED (IN BUSINESS RESCUE) (REGISTRATION NUMBER
1997/016610/06) ('the Company')**

Dear Sir/Madam,

1. I refer to my previous status reports issued in respect of the business rescue of the Company.
2. The BRP continues to implement the business rescue plan, by, *inter alia*:
 - 2.1. trading the remaining business of the Company and that of its subsidiaries;
 - 2.2. resolving the claims that have been rejected by way of the dispute resolution proceedings as provided for in the Plan;
 - 2.3. implementing sale transactions already concluded;
 - 2.4. meeting the management, attending board meetings and shareholder meetings of subsidiaries and investee companies;
 - 2.5. preparing for and attending to the dispute resolution process to resolve Gold Circle's alleged claim that it owns 39% of the issued share capital of Phumelela Gold International Limited ("PGI");
 - 2.6. paying distributions to creditors from the Plan Fund;
 - 2.7. attending to the finalisation of litigation which was ongoing at the commencement date.
3. Gold Circle Claim / Dispute Resolution
 - 3.1. Gold Circle's pre and post business rescue monetary claim and its additional claim to own 39% of the issued share capital of PGI were rejected and were being resolved in terms of the Dispute Resolution Process, as amended, in the Business Rescue Plan.
 - 3.2. The dispute between the parties has been settled. In terms thereof:

- 3.2.1. R176 million has been paid to Gold Circle in respect of its monetary claims; and
- 3.2.2. R25 million has been paid to Kenilworth Racing in respect of its pre business rescue claim; and
- 3.2.3. PGL retains full ownership of the shares in Phumelela Gold International Limited.

4. Shareholders

- 4.1. The rights of shareholders were not altered in the business rescue plan. As such shareholders remain entitled, once all assets of the Company have been realised and all creditors paid, to share in the surplus if the affairs of the company are wound up.
- 4.2. Shareholders are referred to the notice published on 14 December 2021. If you did not receive a copy of the notice it is available on the Company's website [Shareholder Notice 14 Dec 2021](#) and [Computershare Letter](#). Shareholders are asked therein to please update their contact, FICA and banking details via Computershare who have been engaged to manage this process for the Company.

Yours faithfully



JOHN EVANS

Duly signed in his capacity as business rescue practitioner of the Company.