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Co. Registration No. 2002/011936/07  
VAT Reg No. 4490205400



28 September 2018

**Attention: All Affected Persons of International Ferro Metals (SA) Proprietary Limited (in business rescue)**

Dear Sir/Madam

**NOTICE TO THE AFFECTED PERSONS OF INTERNATIONAL FERRO METALS (SA) PROPRIETARY LIMITED (IN BUSINESS RESCUE) ("THE COMPANY") IN TERMS OF SECTION 132(3)(b) OF THE COMPANIES ACT 71 OF 2008**

Attached hereto is a copy of the progress report in relation to the business rescue proceedings of the Company for September 2018.

Yours faithfully



Trevor Murgatroyd

Business Rescue Practitioner

**Companies and Intellectual Property Commission  
Republic of South Africa**

**Form CoR 125.1**

**About this Form**

- This form is issued in terms of section 132 and 141 of the companies Act, 2008, and Regulation 125 of the Companies Regulations, 2011.
- This Notice and the attached report must be published to every affected person, and to-
  - a) The Commission, if the business rescue proceedings were started by the company; or
  - b) The court, if the proceedings were ordered by the court.
- A report and Notice must be issued at the end of the first three months of the business rescue proceedings, and at regular monthly intervals after that

**Contacting the Commission**

The Companies and Intellectual Property Commission of South Africa

**Postal Address**

PO Box 429  
Pretoria  
0001  
Republic of South Africa  
Tel: 086 100 2472

[www.cipc.co.za](http://www.cipc.co.za)

**Business Rescue Status Report**

**Date:** 28 September 2018

**Customer Code:** MURGAT01

**Concerning**

*(Name and Registration Number of Company)*

**Name:** International Ferro Metals (SA) Proprietary Limited

**Registration No:** 2002/011936/07

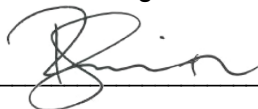
The above named company commenced business rescue proceedings on 26 August 2015.

Because the business rescue proceedings have not concluded within three months, the appointed business rescue practitioner provides the attached report in terms of section 132 (3).

**Name and Title of person signing on behalf of the Practitioner:**

Ryan Smith - Practitioner's Attorney

**Authorised Signature:**



**International Ferro Metals (SA) Proprietary Limited (in business rescue)**

with registration number 2002/011936/07

(the "**Company**")

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**Business Rescue Status Report in terms of Section 132 (3) of the Companies Act 71 of 2008 (the "Act")**

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**1. Introduction**

This report is for the month of September 2018 and is published as an update to the business rescue status report for the month of August 2018 published to affected persons and filed with the Companies and Intellectual Property Commission.

**2. Implementation of the Amended Business Rescue Plan and Sale Agreements**

- 2.1 All Conditions Precedent to the Sale of Mining Right Agreement have been fulfilled. The BRP and advisors continue to liaise with the Regional Department of Mineral Resources ("**DMR**") office in order to clarify the remaining outstanding request.
- 2.2 The Regional Office of the DMR has now responded and has included additional provisions that need to be complied with for them to confirm their satisfaction to the Mineral and Petroleum Titles Registration Office ("**MTO**"):
- 2.3 The BRP and his advisors, together with Samancor, are dealing with this and will continue to engage with the Regional Office accordingly. Once that has been resolved, confirmation is expected to be forwarded to the MTO. Upon receipt thereof by the MTO, it is expected that the registration of the Notarial Deed of Cession at the MTO should occur shortly thereafter.
- 2.4 The BRP and advisors continue to endeavour to progress the conditions precedent to the Sky Chrome transaction. The Section 11 application was submitted to the DMR on or about 15 February 2018. Interaction with the Bapo Ba Mogale Traditional Authority ("**Bapo**") continues in order to obtain the necessary waiver and consent from Bapo. Interaction with the DMR regarding progress of section 11 approval is continuing.

**3. Insurance Claim**

- 3.1 John Morley (Lloyd Warwick International South Africa (Pty) Ltd) continues to carry out the exercise of determining the loss/damage suffered at Lesedi.

- 3.2 Dewatering of the mine continues. The level of water has decreased substantially and based on initial estimates, should still take approximately two months to be pumped out.
- 3.3 The BRP is in the process of preparing a letter to the insurer challenging its avoidance of the relevant insurance policy and calling on it to settle the claim.

4. **Creditor Distributions**

All creditors who have not yet furnished the business rescue practitioner with correct banking details must please do so immediately, so that the dividend due can be paid. Separate notices have been circulated to respective creditors.

SIGNED AT JOHANNESBURG THIS 28<sup>th</sup> DAY OF SEPTEMBER 2018



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Trevor Murgatroyd

Business Rescue Practitioner of International Ferro Metals (SA) Proprietary Limited