



SAIL MINERALS PROPRIETARY LIMITED

Registration Number: 2013/101076/07

March 2022

Attention: All Affected Persons of Sail Minerals (Pty) Limited (in business rescue) (“Sail Minerals”)

RE: REPORT ON THE PROGRESS OF THE BUSINESS RESCUE PROCEEDINGS OF SAIL MINERALS

Introduction

1. In terms of section 132(3) of the Companies Act 71 of 2008 (“Act”), if a company’s business rescue proceedings have not ended within three (3) months after the start of those proceedings, or such longer time as the court, on application by the practitioner, may allow, the practitioner must –
 - 1.1. prepare a report on the progress of the business rescue proceedings, and update it at the end of each subsequent month until the end of those proceedings; and
 - 1.2. deliver the report and each update in the prescribed manner to each affected person, and to the:
 - 1.2.1. Court, if the proceedings have been the subject of a court order; or
 - 1.2.2. Commission, in any other case.
2. Therefore, as required, this progress report is being delivered by the business rescue practitioner (“BRP”) in terms of section 132(3) of the Act.
3. Reference is made in this progress report to the prior progress reports and the adopted business rescue plan (“Plan”). It is therefore important that this progress report be read in conjunction with the previous progress reports and the Plan.



CONSERVATION



CONTRIBUTION



INTEGRITY



SAFETY

Business Rescue Proceedings

4. Updated on the implementation of the Plan
 - 4.1. The BRP has held numerous meetings and discussions with the relevant stakeholders in order to ensure the successful implementation of the Proposed Restructure, and has identified the necessary agreements that must be concluded.
 - 4.2. In particular, the BRP is in the process of finalising the terms of the post-commencement finance required by Sail Minerals.
 - 4.3. The necessary arrangements contemplated in 4.1 above include an arrangement with Sail Contracting, currently in liquidation, regarding the use of certain of their mining assets on the back of a detailed assessment and valuation of all the mining assets for all the Group companies.
 - 4.4. Affected persons will be provided with further updates in the next progress report.
5. Proof of Claims
 - 5.1. Creditors who have yet to submit their claims are encouraged to do so as soon as possible and **by no later than 23 May 2022**, being the Final Claims Date provided for in the Plan. Claims must be submitted to BusinessRescue@sailchrome.com.
 - 5.2. The BRP's team is reconciling the claims received to date and will communicate with creditors, individually, regarding the status of their claims.
 - 5.3. To the extent that any claims are disputed, a dispute mechanism has been provided for in the Plan.

Conclusion

6. The BRP will continue implementing the Plan in accordance with his statutory obligations.
7. All relevant notices in respect of the business rescue proceedings of Sail Minerals can be found on <http://www.sailchrome.com>.

8. Please direct any queries to BusinessRescue@sailchrome.com.

Yours faithfully

A handwritten signature in black ink, appearing to read 'Siviwe Dongwana', written over a horizontal line.

Siviwe Dongwana
(Business Rescue Practitioner of Sail Minerals)