

ATTENTION:

All Affected Persons of Basil Read Limited (in business rescue)

Dear Sir/Madam

NOTICE TO THE AFFECTED PERSONS OF THE COMMENCEMENT OF BUSINESS RESCUE PROCEEDINGS IN RESPECT OF BASIL READ LIMITED (IN BUSINESS RESCUE) ("THE COMPANY"), AND OF THE APPOINTMENT OF BUSINESS RESCUE PRACTITIONERS TO SUPERVISE THE COMPANY, IN TERMS OF SECTIONS 129(3)(a) AND 129(4)(b) OF THE COMPANIES ACT 71 OF 2008

1. You are hereby notified that the board of the Company adopted a resolution on 14 June 2018 in accordance with Section 129(1) of the Companies Act 71 of 2008 (as amended) ("the Companies Act") in terms of which the Company voluntarily commenced business rescue proceedings, and to appoint Messrs Lightfoot and Dongwana as joint business rescue practitioners.
2. Both business rescue practitioners accepted this appointment. Their letters of acceptance are attached hereto.
3. These letters, the resolution, a form CoR 123.1 (being a Notice of Beginning of Business Rescue), a form CoR123.2 (being a Notice of Appointment as Business Rescue Practitioners), a sworn statement and other supporting documents, were lodged with the Companies and Intellectual Property Commission ("the Commission") on 14 June 2018.
4. The effective date of the Company's business rescue proceedings is accordingly **15 June 2018**.
5. In accordance with the requirements of Section 129(3)(a) of the Companies Act, please find herewith:
 - 5.1. the notice to commence business rescue proceedings (form CoR 123.1), filed with the Commission;
 - 5.2. the resolution passed by the board of directors of the Company; and
 - 5.3. a sworn statement of the facts relevant to the grounds on which the board resolution was founded.
6. Further, in accordance with the requirements of Section 129(4)(b) of the Companies Act, the notice of appointment of each of the business rescue practitioners (form CoR 123.2), is also attached herewith.
7. Please note that the aforesaid documents, as well as all other notices relevant to the business rescue proceedings of the Company, are also available at www.matusonassociates.co.za/basilread

8. In terms of section 147(1) and 148(1) of the Companies Act the business rescue practitioners must convene the first meeting of creditors and the first meeting of employees' representatives within 10 business days of their appointment. Further details about these meeting will be provided in due course.
9. We will continue to keep you apprised of the developments with this matter. All queries, however, can be directed to basilread@matusonassociates.co.za and the Business Rescue Practitioner will address same in due course.

Yours faithfully



Business Rescue Practitioner
Mr Siviwe Dongwana



Business Rescue Practitioner
Mr John Lightfoot