

Notice to affected persons

30 April 2024

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

ELLIES ELECTRONICS (PTY) LIMITED (IN BUSINESS RESCUE) (REGISTRATION NUMBER 2007/010759/07) ("the Company")

Dear Affected Person,

1. The Company commenced business rescue proceedings voluntarily by board resolution on 31 January 2024 and appointed John Evans as its business rescue practitioner on 1 February 2024.
2. The company has continued to trade during business rescue to, inter alia, preserve employment, enhance and preserve value in its assets and business to facilitate a process to secure bids for the business and or assets of the Company.
3. To facilitate trading the Company has secured post commencement financing of R35 million from Standard Bank. The post commencement financing has been secured by pledge of stock and cession of debtors.
4. Several attractive proposals have been received from parties interested in acquiring some or all the assets and / or businesses of the Company. The business rescue practitioner and his team are busy evaluating these proposals and engaging with these proposers with a view to concluding sale agreements. This to achieve the best outcome for creditors and shareholders and in so doing successfully rescue the Company.
5. The proposed business rescue plan is due to be published on or before 10 May 2024.
6. A meeting to consider the business rescue plan will be convened within 10 business days after the date of publication of the plan.

Yours sincerely



John Evans
Business Rescue Practitioner
Ellies Electronics (Pty) Limited