

SAXUM

INSURANCE
(IN LIQUIDATION)

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Insurance Claimants:
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Creditors:
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2 December 2016

TO ALL KNOWN CREDITORS, EMPLOYEES AND STAKEHOLDERS OF SAXUM INSURANCE LIMITED (IN LIQUIDATION) (MASTER'S REFERENCE NUMBER G1076/2016)

CIRCULAR NUMBER 1

- 1 Please be advised that this company was placed under an order of final liquidation on Thursday, 20 October 2016, on the application of The Registrar of Short-term Insurance made to the Gauteng Division of the High Court in Johannesburg.
- 2 Messrs Harry Kaplan, Nurjehan Abdool Gafaar Omar, Welcome Norman Jacobs and Bethuel Billyboy Mahlatsi were appointed joint provisional liquidators of this company in terms of a certificate of appointment of provisional liquidators issued by the Master of the High Court, Gauteng Local Division, on 2 November 2016.
- 3 Since our appointment as joint provision liquidators, we have had several engagements with directors and key personnel of this company in order to better understand the business, the reasons for its financial demise and the more pressing and urgent issues that require our attention. These engagements remain ongoing.
- 4 Following on legal advice, we launched an application, on an urgent basis, for the extension of our limited powers as provisional liquidators. An order extending our powers was granted in the Gauteng Division of the High Court in Johannesburg on Friday, 18 November 2016. The extension of our powers has placed us in a position to take various steps and engage a wide range of advisors, including attorneys specialising in insurance law, to advise on issues relating to the company's business and the urgent steps that need to be taken on various issues that have risen on a day-to-day basis since our appointment. Amongst all the urgent day-to-day issues that arise in an insurance business, the one issue that is receiving our immediate attention is an accelerated sales process involving the business of the company. In this regard we and our advisors have already had preliminary, and positive, discussions with various interested parties. Such parties have expressed interest in particular in a sale process. More details on this, including the terms, timelines, requirements and the process to be followed in a sale process will be issued and circulated later.
- 5 At this point, it does require that we point out that all outstanding claims against the company will be considered by us as we engage in the administration of the winding-up of this company in accordance with our legal powers. Such claims fall to be dealt with and settled in accordance with

Directors: Dr. J.A.J. Schalch (Chairman)* R.W. Killops* K.I. Vennell* M. Hankins*
*Non-Executive "Swiss"

Liquidators:

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Honey Chambers
Kenneth Kaunda Drive
Bloemfontein

NAG Omar (Khammissa Attorneys)
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Pretoria

Wn Jacobs (Mayibuye Trust)
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www.saxuminsurance.com

the insolvency laws in South Africa. Those laws require that all creditors be treated in accordance with their rights as they existed upon the commencement of the liquidation of this company, with no creditor to be treated preferentially above any other creditor. This process involving outstanding claims may take some time before it is completed. Every effort will be made by us to expedite the process and the related winding-up of this insolvent company.

- 6 Further reports and updates will be issued in relation to the administration of this insolvent company in liquidation as and when we find it relevant and appropriate to do so.
- 7 In the event that you have any queries, kindly send an email to the following address:
 - Insurance claims (claimants. Brokers, panel beaters, etc.) – claimslig@saxuminsurance.com
 - Creditors and other stakeholders – creditorslig@saxuminsurance.com
- 8 Kindly refer to the Saxum Insurance Limited Website for any updates and further circulars.

We trust you find the above in order.

Yours Faithfully,

PER: H. KAPLAN N.O.

N.A.G. OMAR N.O.

W.N. JACOBS N.O.

B.B. MAHLATSI N.O.

(sent electronically without signature)