

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

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Business Rescue Status Report

Date: 24 November 2021

Customer Code: bashol

Concerning

(Name and Registration Number of Company)

Name: Electron Technologies (Pty) Ltd

Registration No: 1973/006348/07

The above named company commenced business rescue proceedings on 27 September 2019

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:

Basil Holford - Business Rescue Practitioner

Authorised Signature:



ELECTRON TECHNOLOGIES (PTY) LTD

TWENTY-FIRST STATUS REPORT FOR THE OCTOBER 2021

Reg. No. 1973/006348/07

This report is prepared in terms of Sect 132(3) of the Companies Act 71 Of 2008

CURRENT OPERATIONS

The ongoing cash flow problem continues, due to delays by customers and legal action has been instituted against some.

There is an improvement in new work being obtained and it would seem that the outlook for 2022 is one of improved sales and contracts being obtained.

Expenditure is being carefully monitored and action will be taken to reduce staff, surplus to the company's requirements, if necessary.

EMPLOYEES

Monitoring of all staff in terms of the Covid regulations continues and all protocols remain in place both in the factories and on the various work sites.

MOVE TO SMALLER PREMISES

In order to further reduce costs, the Durban Factory will move to smaller premises, which will result in a reduction in rental expenditure

CREDITORS

As indicated above, cash flow continues to be a challenge at this time, due to the after effects of the Covid Pandemic and every effort is being made to collect all amounts due in order to make further payments to creditors. However, it is obvious that it is going to take longer than anticipated in the business plan to do this.

Agreement has been reached on one very long outstanding amount owed by a customer and once this is received, it will be utilised to reduce the liability to pre-business rescue creditors and it is anticipated that this should be received before the end of December

A considerable amount of money has been retained by SARS to settle pre-business rescue liabilities. In our opinion, this is illegal as SARS pre-business rescue debt is subject to a moratorium and their actions are creating a preferred creditor out of SARS. Many companies under business rescue are experiencing this problem and the problem has been referred to SAICA to take this matter up with SARS. In my capacity as the business rescue practitioner for Electron Technologies I have written to SARS, objecting to this practice and requesting the refunds.



Basil Holford

Business Rescue Practitioner

24 November 2021