



CONSOLIDATED
STEEL INDUSTRIES

30 September 2021

CONSOLIDATED STEEL INDUSTRIES (PTY) LIMITED
(In Business Rescue) (“CSI” or the Company”)

SECTION 132(3)(A) REPORT TO AFFECTED PERSONS
FOR THE MONTH ENDED 30 SEPTEMBER 2021

The Company’s directors and duly appointed Business Rescue Practitioners (“**BRP’s**”) have pleasure in submitting their report on the trading performance and financial position of the Company for the month ended 30 September 2021 (“**11th Monthly Report**”).

Previous monthly reports to Affected Persons issued are herein after referred to as follows:

- **1st Monthly Report** – for the month ended 30 November 2020
- **2nd Monthly Report** – for the month ended 31 December 2020
- **3rd Monthly Report** – for the month ended 31 January 2021
- **4th Monthly Report** – for the month ended 28 February 2021
- **5th Monthly Report** – for the month ended 31 March 2021
- **6th Monthly Report** – for the month ended 30 April 2021
- **7th Monthly Report** – for the month ended 31 May 2021
- **8th Monthly Report** – for the month ended 30 June 2021
- **9th Monthly Report** – for the month ended 31 July 2021
- **10th Monthly Report** – for the month ended 31 August 2021

STATE OF CSI

As mentioned in previous reports, the Global Roofing Solutions division (“GRS”) business of CSI was sold as a going concern to a ‘special purpose corporate entity’ owned by private equity firm, Rockwood (Pty) Ltd. The business is now trading independently as Global Roofing Solutions, and has taken over the risks and responsibilities of its predecessor.

CSI is now an entity with no significant assets and liabilities, apart from the outstanding BRP contingency fees as it has compromised the remaining creditors from the business rescue process. Furthermore, all the employees of CSI have moved across to the new Global Roofing Solutions (Pty) Ltd as of the 1st July 2021.

The BRPs of CSI are still pursuing the collection of all remaining debts owing to the company, including those remaining debts relating to STALCOR and RVI. The process is going well with the assistance of experienced debt collection personnel. Proceeds from successful collections are being used to pay the remaining outstanding creditors which include business rescue and other costs.

COMPROMISE OF HISTORICAL CREDITORS

In terms of the business rescue plan as amended on 25 May 2021 and voted on by the majority of creditors voting (“BR Plan”), the sale of GRS to Rockwood’s Newco allowed the transfer of agreed creditors to the

Consolidated Steel Industries (Pty) Limited (Reg No. 2006/031549/07)

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Newco. GRS's Historical Creditors that have not been transferred to Newco have been duly compromised to zero as per the revised business rescue plan.

SUBSTANTIAL IMPLEMENTATION

The BRPs are currently winding down the company, a process which includes migrating data from servers now used by GRS; collecting outstanding insurance claims, collecting outstanding monies from asset & division sales, filing for and paying/collecting outstanding VAT, PAYE and Income Tax (where applicable); settling warranties & penalties for work done by RVI and, where applicable, collecting outstanding retainers from RVI customers; following up on the collectability of any further outstanding STALCOR debts; and paying administration and outstanding business rescue costs.

Once the winding down has been substantially completed, including all debts being collected and business rescue and related costs paid in full, the company will be ready for Substantial Implementation and will be handed over to its shareholders and directors. It is presently estimated that this process will take place around early 2022.

CONCLUSION AND APPRECIATION

The BRPs and remaining CSI director continue to be grateful for the support shown by customers, suppliers, financiers and landlords thus far, and are looking forward to filing for Substantial Implementation once the winddown is complete.

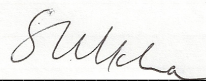
Thank you.



Chris Ransome
Executive Chairman



Ian Fleming
Business Rescue Practitioner



Sello Mkhondo
Business Rescue Practitioner