

Cordstrap South Africa (Pty) Ltd
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To whom it may concern.

Shareholding Change and B-BBEE status - Cordstrap South Africa (Pty) Ltd

Shareholding Change

100% of the shares of Cordstrap South Africa have been acquired by Barry Hugo and Richard Hiscock as at 1 July 2016. Both Barry and Richard are long-standing managers and employees of the company.

Cordstrap SA has signed a long-term distribution agreement with the international Cordstrap Group and has access to all the technologies, products and support offered by the group. The company will continue to operate as before with no material changes envisaged.

B-BBEE Status

Cordstrap South Africa is currently in negotiation with various interested parties to enter into a share sale agreement that will see the company becoming at least a Level 2 Empowered supplier. These negotiations have been in process since the beginning of 2017 and which we have targeted to be concluded before the end of this financial year.

In the meantime, our B-BBEE certificate has expired and we do not see any benefit in renewing certification at this late stage due to both the shareholding change that has taken place and current negotiations that are underway.

We therefore respectfully request that customers grant us lead-time to complete this process, on the understanding that the completion of the B-BBEE deal and subsequent re-certification are currently our top priority.

Should you have any queries in this regard, please contact the undersigned direct on mobile number 082 777 7447.

Yours Sincerely,

Barry Hugo
Managing Director.