

08 September 2022

## CIRCULAR 08

THIS IS A CIRCULAR TO ALL THE AFFECTED PERSONS OF **DIXOTIME (PTY) LTD** RELATING TO THE OUTCOME OF THE 4<sup>TH</sup> MEETING OF CREDITORS, HELD IN TERMS OF THE COMPANIES ACT, 71 OF 2008 AS AMENDED (THE ACT).

### OUTCOME OF THE 4<sup>TH</sup> MEETING OF CREDITORS

The business rescue practitioner wishes to advise all the affected parties the outcome of the 4<sup>th</sup> meeting of creditors held on **5<sup>th</sup> of September 2022**.

Mr Pattinson welcomed the attendees and notified the attendees that the meeting would be recorded and a circular pertaining to the outcome of the meeting will be circulated to the affected persons.

### INFORMATION PROVIDED BY THE BUSINESS

<b>Secured Creditors</b>	<b>1</b>	<b>R</b>	<b>122 818,22</b>
<b>Concurrent Creditors</b>	<b>12</b>	<b>R</b>	<b>3 369 554,09</b>
<b>Disputed Secured Creditors</b>	<b>2 to 3</b>	<b>R</b>	<b>757 100,94</b>
<b>TOTAL</b>	<b>15 to 19</b>	<b>R</b>	<b>3 719 575,98</b>
	<b>to</b>	<b>R</b>	<b>4 286 430,43</b>
			Increase of about
		<b>R</b>	<b>566 854</b>

The practitioner confirmed that at the time of filing for business rescue, the biggest debtor of the business is the connected entity (Varymix Nineteen) which is also in business rescue. The business also has a little over R4mil worth of creditors. The business' main source of income is the supply of building materials.

Without a payment from Domani (Varymix) it won't be possible to do a successful rehabilitation of Dixotime. We are therefore waiting for the publication and subsequent adoption of the Business Rescue plan for Varymix Nineteen.

As depicted above, the business rescue practitioner has to date received claims from only 15-19 creditors (some are for the incorrect entity). Totalling around R4.3mil. Thereby showing an increase in the claim amount as more creditors have submitted their claims. The accounts of the business reflect approximately 40 creditors. We would again like to request that all creditors please submit a proof of claim form which is available at the website of the practitioner at <https://pattinson.biz/document-library>

It must be noted that of the 15-19 claims received so far, not all of them are for Dixotime. We understand that there may be some confusion regarding the two business rescue entities (Varymix T/A Domani Builders and Dixotime) due to their connections. Please do however check carefully when submitting your proof of claim that you are doing so for the correct business.

An additional matter that needs to be addressed in this meeting is the cession of book debt that is held by Macsteel over Dixotime and the interlocutory sureties that were signed between Dixotime and Varymix. This cession is not being contested but it is with the legal team for adjudication so that we may find the best way forward to address this matter.

We hope to publish a business rescue plan for Varymix within the next few dates and vote on it soon thereafter. We can however not publish a plan for Dixotime until such time as a plan is adopted for Varymix, therefore the request as below.

### **Request for an extension**

Based on the discussions had in this meeting, it is proposed that another meeting similar to this one is held on the 24<sup>th</sup> of October 2022 so that we can provide further feedback to assist in the drafting of a business rescue plan.

At this meeting, if required, the practitioner will ask for further extension on the publication date for the business rescue plan. Should that extension not be granted, the business rescue plan will be due for publication no later than 10 days after the meeting

A unanimous vote was achieved in this regard and therefore the next meeting will be on the 24<sup>th</sup> of October 2022 where a further update will be given.

## Questions and Comments

- There were no questions posed by any of the creditors and the meeting was thus adjourned.

All forms and circulars relating to the Business Rescue process for Dixotime Pty Ltd can be accessed at <https://pattinson.biz/document-library>

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