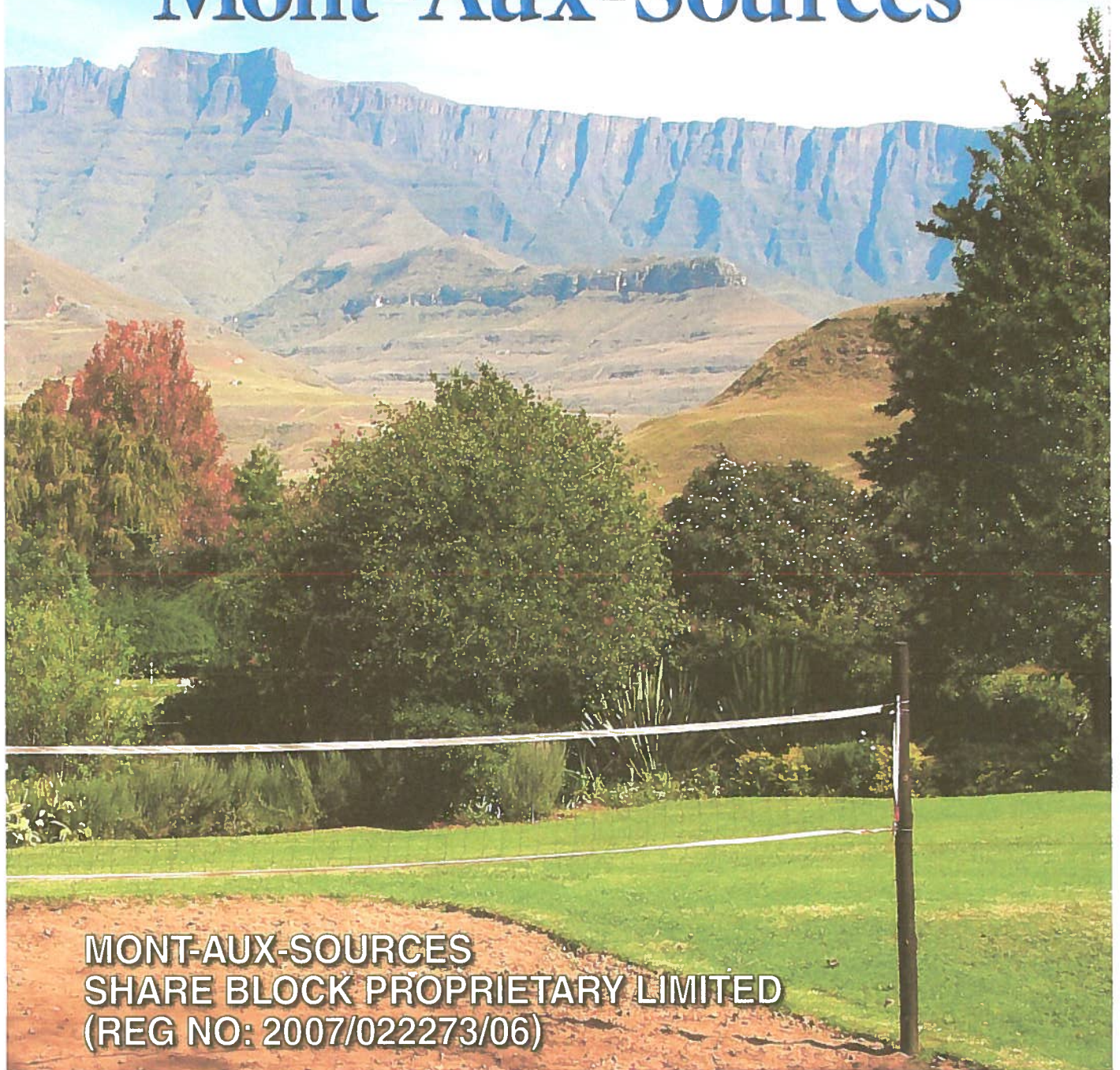


Mont-Aux-Sources



**MONT-AUX-SOURCES
SHARE BLOCK PROPRIETARY LIMITED
(REG NO: 2007/022273/06)**

**AGM: 6 OCTOBER 2015
ANNUAL REPORT: DECEMBER 2014**

Managed by First Resorts
☎ +27 (0) 31 717 7593
www.firstresorts.co.za



FIRST RESORTS



Mont-Aux-Sources Share Block Ltd

(Company Registration No.2007/022273/06)

Directors: S Duffield, AN Ridl, A Varty

1 September 2015

NOTICE TO SHARE HOLDERS

PLEASE TAKE NOTE

THE ANNUAL GENERAL MEETING OF
MONT-AUX-SOURCES SHARE BLOCK LIMITED THAT WILL TAKE PLACE ON:

DATE: TUESDAY, 6 OCTOBER 2015

**VENUE: THE COUNTRY CLUB JOHANNESBURG
Cnr WOODLAND DRIVE and LINCOLN ROAD
WOODMEAD**

TIME: 11h00

Timothy Spencer

Director

FIRST RESORTS AND HOTEL MANAGEMENT (PTY) LTD



FIRST RESORTS
360° Service

P O Box 1287, Pinetown, 3600

Tel : 00 27 31 7177593

Fax : 00 27 31 7019964

E-mail : tims@firstresorts.co.za

MONT-AUX-SOURCES SHARE BLOCK LIMITED

(Registration No.: 2007/022273/06)

DIRECTORS

Messrs S. Duffield
A.N. Ridl
A. Varty

MANAGING AGENTS

First Resorts and Hotel Management (Pty) Ltd.
1 Crompton Street
PINETOWN
3610

Tel: (031) 717 7593
e-mail: info@firstresorts.co.za

P.O. Box 1287
PINETOWN
3600

Fax: (031) 7091680

AUDITORS

Blake & Associates Chartered Accountants (SA)
P. O. Box 1310
Northriding
2162

BANKERS

Nedbank
Pinetown

MONT-AUX-SOURCES SHAREBLOCK LTD
(REG. NO. 1989/006476/06)

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For your information we enclose the following documents:

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MONT-AUX-SOURCES SHAREBLOCK LIMITED

(Registration No.: 2007/022273/06)

NOTICE is hereby given that an Annual General Meeting of Shareholders of Mont-Aux-Sources Share Block Limited will be held at The Country Club Johannesburg, cnr Woodland Drive and Lincoln Road, Woodmead on **Tuesday, 6 October 2015 at 11h00**

AGENDA

1. Welcome
2. Notice of Meeting
3. Attendance, proxies and apologies
4. Establishment of Quorum
5. Appointment of Chairman
6. Presentation of Minutes of Annual General Meeting held on 16 October 2014 and Special General Meeting held on 16 October 2014
7. Matters arising from the Minutes
8. Presentation of Chairman's Report
9. Presentation of Audited Annual Financial Statements, together with the Directors' Report, the Auditors Report and the Audit Committee Report, in respect of the year ended 31 December 2014
10. Approval of Auditor's remuneration
11. Appointment of Auditors for the financial year ending 31 December 2015
12. To determine the number of Directors for the ensuing year
13. Election of Directors
Election of Directors to be considered with other nominations submitted, if any.
14. Appointment of Audit Committee
Three Directors of the Company for appointment to the Company's Audit Committee

15. Presentation and acceptance of Insurance Values, subject to any amendment

16. Presentation and acceptance of the estimate of Income and Expenditure for the year ending 31 December 2016

17. Interest rate charged on arrear levies

18. Approval of Directors' Remuneration

NOTE: In terms of Section 66(9) of the Companies Act, the remuneration of the Directors must be approved by a Special Resolution of Members.

19. General



BY ORDER OF THE BOARD

First Resorts Management (Pty) Ltd

Per: T Spencer

Pinetown, 1 September 2015

NOTES:

1. A member entitled to attend and vote at a meeting is entitled to appoint a proxy to attend and vote in his stead. A proxy need not be a Member of the Company.
The proxy form attached hereto must be completed and received at the registered office of the Company at least 48 (FOURTY EIGHT) hours before the scheduled commencement time of the meeting.
2. In terms of the Companies Act, 2008 the participants in the meeting – Members or their Proxy – must provide reasonably satisfactory identification before being entitled to attend or participate in the meeting. Forms of identification include a valid identity document, driver's licence or passport.

EXPLANATORY NOTES OF THE MEETING NOTICE AND AGENDA

1. Record Date

The record date set by the Board in terms of *Section 59(1)* of the Companies Act, which is the date on which the Company's security register is closed for the purpose of determining which members are entitled to receive this Notice, and to participate in and vote at this Annual General Meeting is 1 September 2015.

2. Proxies

In terms of *Section 58* of the Companies Act, each member of the Company entitled to attend and vote at this Annual General Meeting, is entitled to appoint a proxy to attend, participate and vote at the Annual General Meeting in the place of the member.

A proxy need not be a member of the Company.

Further information regarding proxies, including a proxy form, is included in the Annual Report.

3. Identification

In terms of *Section 62(1)* of the Companies Act, members or their proxy must provide reasonably satisfactory identification before attending and participating in the Annual General Meeting, and the person presiding at the Annual General Meeting must be reasonably satisfied that the right of a person to participate and vote has been reasonably verified, before they will be permitted to so participate and vote.

4. Chairman

In terms of the MOI, the Chairman of the Board of Directors shall preside at the Annual General Meeting.

If the Chairman is not present, or is unwilling to preside, one of the Directors present will chair the Annual General Meeting.

5. Quorum

In accordance with the Company's MOI, the quorum for an Annual General Meeting is 3 persons representing 1% of the share capital.

6. Voting

6.1 Ordinary Resolution

In terms of the Company's MOI, 50% (Fifty Percent) of the votes cast on an ordinary resolution by members present or represented and voting at the Annual General Meeting in favour of the ordinary resolution, are required for it to be adopted.

6.2 Special Resolution

In terms of the Company's MOI, 75% (Seventy Five Percent) of the votes cast on a special resolution by members present or represented and voting at the Annual General Meeting in favour of the special resolution, are required for it to be adopted.

7. Directors

In terms of the Company's MOI, Directors serve a certain term of year/s thus one half of the Directors retire each year, with the remaining Directors continuing in office. Retiring Directors are eligible for re-election.

8. Nomination of Directors

As part of the Annual Report, is the form for the nomination of individuals for election as Directors of the Company at the Annual General Meeting.

Details regarding the delivery of completed nomination forms are set out on the form itself.

Directors nominated must sign their consent to be *nominated*, and if *elected*, for the election to be effective, must deliver to the Company their consent in writing to serve the Company as a Director. *Section 66 (7) (b)*.

9. Remuneration of Directors

In accordance with *Section 66(9)* of the Companies Act, any remuneration of the Directors must be approved by the members at the Annual General Meeting by Special Resolution.

MONT-AUX-SOURCES SHARE BLOCK LTD

(Registration No. 2007/022273/06)

**MINUTES OF THE ANNUAL GENERAL MEETING
HELD AT ASPEN PHARMACARE, CENTRAL FACILITIES BUILDING 1, HEALTHCARE PARK,
WOODLANDS DRIVE, WOODMEAD
ON THURSDAY, 16 OCTOBER 2014 AT 18H00**

PRESENT:

Mr S Duffield In the Chair
Mr F A Varty

Members present in person or by proxy as per the attendance register.

IN ATTENDANCE:

Representing First Resorts Management (Pty) Ltd
Mr T Spencer
Ms F Lingard

1. WELCOME

Mr T Spencer welcomed all present.

2. NOTICE OF MEETING

It was unanimously agreed that the notice of the meeting, having been circulated, be taken as read.

3. ATTENDANCE, PROXIES AND APOLOGIES

Apologies were recorded from Mr A N Ridl, Mr B Riley, Mr K Cron and Dr Bux.

The Managing Agent tabled 10 proxies totalling 111 shares, which had been received within the prescribed time.

4. ESTABLISHMENT OF A QUORUM

Mr Spencer confirmed that a quorum was present and declared the meeting properly constituted.

5. APPOINTMENT OF CHAIRMAN

Mr S Duffield, the Chairman of the Board of Directors of the Company, was elected to chair the meeting. The Chairman welcomed all present.

6. PRESENTATION OF THE MINUTES OF THE ANNUAL GENERAL MEETING HELD ON 7 AUGUST 2013

Ordinary Resolution No. 1

Resolved that:

The Minutes of the Annual General Meeting of the Company held on 7 August 2013 be, and are hereby, accepted.

Proposed: Mrs P Nicolson

Seconded: Mr G Seals

7. MATTERS ARISING FROM THE MINUTES OF THE ANNUAL GENERAL MEETING HELD ON 7 AUGUST 2013

No matters were raised.

8. PRESENTATION OF CHAIRMAN'S REPORT

It was unanimously agreed that the Chairman's report, having been circulated, be taken as read.

The Chairman highlighted a few points from his report, namely:

- The refurbishment of the units was a successful project with the units looking very nice. These upgraded units will secure a long term investment for owners. It was noted that since the refurbishment, and aside from the rental pool units, the first available occupation date is 23 March 2015;
- RCI status is expected to improve to Gold Crown;
- The employment of a young lady who would act as a liaison between guests and staff. This position would also provide for guest relations providing information and interaction with local business and activities;
- The hotel had employed a new General Manager and certain improvements had been made which included an upgrade of the mini golf area and patio furniture had been recovered;
- The availability of Wi-Fi connectivity was a great improvement;
- The R74 road was a challenge.

A few comments were received from the floor, which included:

- The progress of the Gmeiner court case – a trial date is still to be set, the outcome of which according to the company's legal advisor, is expected to be very favourable for the resort;
- There were a few outstanding items required to complete the refurbishment which included the installation of ceiling fans in the units and larger refrigerators.

9. PRESENTATION OF AUDITED ANNUAL FINANCIAL STATEMENTS, TOGETHER WITH THE DIRECTORS' REPORT, THE AUDITORS REPORT AND THE AUDIT COMMITTEE REPORT, IN RESPECT OF THE YEAR ENDED 31 DECEMBER 2013

Ordinary Resolution No. 2

Resolved that:

The Audited Financial Statements, together with the reports of the Directors, Auditors and Audit Committee, in respect of the year ended 31 December 2013 be, and are hereby, accepted.

Proposed: Mr A Suliman

Seconded: Mr G Seals

10. APPROVAL OF AUDITOR'S REMUNERATION

Ordinary Resolution No. 3

Resolved that:

Payment of the Auditor's remuneration in the sum of R20,000 for the year ending 31 December 2013 be and is hereby approved.

11. APPOINTMENT OF AUDITORS FOR THE FINANCIAL YEAR ENDING 31 DECEMBER 2014

Ordinary Resolution No. 4

Resolved that:

Messrs Blake and Associates be appointed to serve as the Auditors of the Company for the financial year ending 31 December 2014.

12. DETERMINE THE NUMBER OF DIRECTORS FOR THE ENSUING YEAR

Ordinary Resolution No. 5

Resolved that:

The number of Directors to serve on the Board for the ensuing year be fixed at three (3).

13. ELECTION OF DIRECTORS

Nominations were received for Mr A N Ridl, Mr A Varty and Mr S Duffield.

Ordinary Resolution No. 6

Resolved that:

The election of Messrs Ridl, Varty and Duffield as Directors of the Company be passed on a single resolution.

Further Resolved that:

Messrs Ridl, Varty and Duffield are hereby elected as Directors of the Company and shall serve as such upon delivery to the Company of their consent in writing to do so.

14. APPOINTMENT OF AUDIT COMMITTEE *3 Directors of the Company form the Company's Audit Committee*

Ordinary Resolution No. 7

Resolved that:

Messrs Ridl, Varty and Duffield be, and are hereby, elected as Members of the Company's Audit Committee for the ensuing year.

A round of applause was offered by the floor in appreciation of the Directors' efforts throughout the year.

15. PRESENTATION AND ACCEPTANCE OF INSURANCE VALUES, SUBJECT TO ANY AMENDMENT

Ordinary Resolution No 8

Resolved that:

The Schedule of Insurance Values be accepted without amendment.

16. PRESENTATION AND ACCEPTANCE OF THE ESTIMATE OF INCOME AND EXPENDITURE IN RESPECT OF THE YEAR ENDED 31 DECEMBER 2015

Ordinary Resolution No 9

Resolved that:

The estimate of Income and Expenditure for the year ending 31 December 2015 is accepted. The levy increase was approved at 8% effective 1 January 2015.

Further resolved that:

Levy invoices would be emailed to owners with an email address and posted to owners who do not have an email address.

17. INTEREST RATE CHARGED ON ARREAR LEVIES

Ordinary Resolution No 10

Resolved that:

The interest rate charged on arrear levies would be charged at prime plus 4%.

18. APPROVAL OF DIRECTORS' REMUNERATION *(In terms of Section 66(9) of the Companies Act, the remuneration of the Directors must be approved by a Special Resolution of Members)*

Special Resolution No. 1

Resolved:

That for the ensuing financial year ending 31 December 2015 the Directors would not receive payment of Director's fees.

19. GENERAL

- Unit 14 – Trees in front of the unit are obscuring the view.
- The park entrance pedestrian gate is locked, preventing access into the park area.

There being no further business, the Chairman thanked everyone for their attendance, thanked the Board for their hard work and the input of the Managing Agent and closed the meeting.

Read and confirmed this _____ day of _____

CHAIRMAN

MONT-AUX-SOURCES SHARE BLOCK LTD

(Registration No. 2007/022273/06)

ACTION LOG: 16 OCTOBER 2014

Ref	Item	Action Date	Action by
8.	Ceiling fans an larger refrigerators. Purchased and installed	a.s.a.p	TS
16.	Levy invoices to be emailed to those owners with an email address and posted to those who do not have an email address Noted	When required	TS
19.	<ul style="list-style-type: none">• Unit 14 – Trees in front of the unit are obscuring the view. Resort manager attending to this request• The park entrance pedestrian gate is locked preventing access into the park area. Resort Manager informed of this and requested to implement measures.	a.s.a.p	TS

MONT-AUX-SOURCES SHARE BLOCK LTD

(Registration No. 2007/022273/06)

**MINUTES OF THE SPECIAL GENERAL MEETING OF MEMBERS
HELD AT ASPEN PHARMACARE, CENTRAL FACILITIES BUILDING 1, HEALTHCARE PARK,
WOODLANDS DRIVE, WOODMEAD
ON THURSDAY, 16 OCTOBER 2014 AT 19H20**

PRESENT:

Mr S Duffield In the Chair
Mr F A Varty

Members present in person or by proxy as per the attendance register.

IN ATTENDANCE:

Representing First Resorts Management (Pty) Ltd
T Spencer (TS)
F Lingard (FL)

1. WELCOME

Mr T Spencer welcomed all present.

2. NOTICE OF MEETING

It was unanimously agreed that the notice of the meeting, having been circulated, be taken as read.

3. PROXIES/APOLOGIES

Apologies were noted from Mr A N Ridl, Mr B Riley, Mr Cron and Dr Bux.

The Managing Agent tabled 7 proxies totalling 105 shares, which had been received within the prescribed time.

4. TO ESTABLISH A QUORUM

Mr Spencer confirmed that a quorum was present. The meeting was declared properly constituted.

5. DIRECTORS' REPORT

It was unanimously agreed that the Directors' Report, having been circulated, be taken as read.

6. ORDINARY AND SPECIAL RESOLUTIONS

The explanation in the explanatory memorandum in the Directors' Report having been considered, the following Resolutions were approved unanimously:

Special Resolution 1

To reduce the authorised share capital of the company from 2600 ordinary par value shares of One Rand each, and 1400 Redeemable preference par value shares of One Rand each, to 1000 ordinary par value shares of One Rand each and 312 Redeemable preference par value shares of One Rand each.

Special Resolution 2

To abrogate in its entirety and replace the existing Memorandum of Incorporation of the company with the new Memorandum of Incorporation tabled at the meeting amending the company's Memorandum of Incorporation to a Memorandum of Incorporation for a private company in terms of the Companies Act No. 71 of 2008 with effect from date of filing of the notice of amendment with the Companies and Intellectual Property Commission.

Ordinary Resolution

That the Board of Directors be, and with the passing of the resolutions, are authorised to take such action/s and to do all things as may be necessary to give effect to the Special Resolutions.

There being no further business, the Chairman thanked all for their attendance, and dissolved the meeting.

Read and confirmed this _____ day of _____

CHAIRMAN

Mont-Aux-Sources Share Block Ltd

(Company Registration No.2007/022273/06)

CHAIRMAN'S REPORT FOR YEAR ENDING 31 DECEMBER 2014

At our last Annual General Meeting in October 2014 the Board communicated its intention to refurbish the chalets. The project has been completed and the units are being maintained at the new higher standard, with our own dedicated local representative to co-ordinate chalet services with those of the resort overall.

It is encouraging to note that since the chalet refurbishment, site management has been proactive and has been giving the facilities ongoing, which are much improved, with more upgrades indicated for the future.

We also previously communicated that our legal negotiations with the landlord, Orion, were ongoing and remained challenging. Little has changed on this front since our last report and a trial date is yet to be set by the Registrar of the High Court. Legal advice received indicates that our case is strong and that the outcome should not be detrimental to the Share Block Company's future.

Indeed, the Share Block continues running as a going concern irrespective of any pending outcome.

In this regard, Club Leisure Group, via its resort management arm, First Resorts, remains fully in control of the finances and management of the share block company's chalets, with support in the form of regular site visits and liaison with on-site management. This relationship is developing well and contributes to a much better resort experience.

In conclusion, I would like to thank the Board for its input and support during the past year. We have again moved forward and, while there will always be challenges to face, we are now in a much better position than we were even a year ago.

A Varty
CHAIRMAN

MONT-AUX-SOURCES SHARE BLOCK LTD

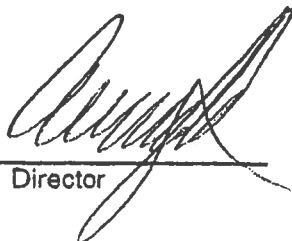
Registration No. 2007/022273/06

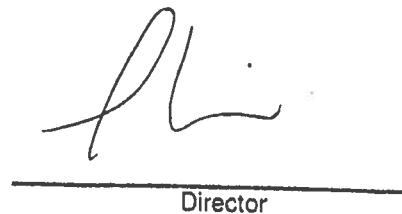
**AUDITED FINANCIAL STATEMENTS
31 DECEMBER 2014**

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Approval of annual financial statements

The annual financial statements which appear on pages 7 to 12 have been approved and authorised for issue by the directors and are signed on their behalf by:



Director

Director

17 August 2015



Blake & Associates

CHARTERED ACCOUNTANTS (SA)

REPORT OF THE INDEPENDENT AUDITOR TO THE SHAREHOLDERS OF MONT-AUX-SOURCES SHARE BLOCK LTD

I have audited the annual financial statements of Mont-aux-sources Share Block Ltd, which comprise the report of the directors, the statement of financial position as at 31 December 2014, the levy statement, the statement of changes in equity and statement of cash flows for the period then ended, a summary of significant accounting policies and other explanatory notes, as set out on pages 7 to 12.

Directors' responsibility for the financial statements

The company's directors are responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards for Small and Medium-sized Entities and in the manner required by the Companies Act of South Africa. This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditor's responsibility

My responsibility is to express an opinion on these financial statements based on my audit. I conducted my audit in accordance with International Standards on Auditing. Those standards require that I comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the directors, as well as evaluation of the overall presentation of the financial statements.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

Opinion

In my opinion the financial statements present fairly, in all material aspects, the financial position of the company as at 31 December 2014, and of its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards for Small and Medium-sized Entities and in the manner required by the Companies Act of South Africa.

Other Matters

Without qualifying my opinion, I draw attention to the fact that supplementary information set out on page 13 does not form part of the annual financial statements and is presented as additional information. I have reviewed the Directors' report on pages 3 to 4 and have satisfied myself that it does not contain any information that conflicts with other information in the financial statements. I have not audited the supplementary information and Directors' report and accordingly I do not express an opinion thereon.

Blake & Associates

**Per: RG Blake CA(SA) - Sole Practitioner
Registered Auditor**

17 August 2015

PO Box 1310 North Riding 2162 Tel: 011 4623060

REPORT OF THE DIRECTORS FOR THE PERIOD ENDED 31 DECEMBER 2014

The directors have pleasure in submitting their report together with the audited annual financial statements for the period ended 31 December 2014.

General review

The company continued the business of a share block administration company. The company has continued in its efforts negotiating with the landlord and these efforts are ongoing. The landlord has issued a summons for claimed arrear rentals and the directors are in discussions with the landlord to resolve the matter. The directors are confident that the amount provided in the annual financial statements is correct and have lodged a counterclaim regarding resort status and arrear repairs and maintenance. No other matters which are material to the financial affairs of the company have occurred between 31 December 2014 and the date of approval of the financial statements.

Statements of responsibility

The directors are responsible for the maintenance of adequate accounting records and the preparation and integrity of the financial statements and related information. The auditors are responsible to report on the fair presentation of the financial statements. The financial statements have been prepared in accordance with International Financial Reporting Standards and in the manner required by the Companies Act in South Africa.

The directors are also responsible for the company's system of internal financial controls. This is designed to provide reasonable, but not absolute, assurance as to the reliability of the financial statements, and to adequately safeguard, verify and maintain accountability of assets, and to prevent and detect misstatement and loss. Nothing has come to the attention of the directors to indicate that any material breakdown in the functioning of these controls, procedures and systems has occurred during the year under review.

The financial statements have been prepared on the going concern basis, since the directors have every reason to believe that the company has adequate resources in place to continue in operation for the foreseeable future.

Financial results

The financial results show a levy income of R1 367 053 and a net surplus before taxation and refurbishment expenses of R860 692. Full details of the financial results are set out on pages 4 to 12.

Share capital

There were no changes to the company's share capital during the year.

Directors

The directors of the company are:

SA Duffield
AN Ridl
FA Varty

MONT-AUX-SOURCES SHARE BLOCK LTD

REPORT OF THE DIRECTORS FOR THE PERIOD ENDED 31 DECEMBER 2014

Secretary

The company secretary is JH Jordaan of First Resorts Management (Pty) Ltd:

Business

1 Crompton Street
Pinetown
3610

Postal

PO Box 1287
Pinetown
3600

Auditors

Blake & Associates were re-appointed as auditors for the year at the company's last Annual General Meeting.

MONT-AUX-SOURCES SHARE BLOCK LIMITED
ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2014

Certificate by Company Secretary

In our opinion as company secretary, we hereby confirm, in terms of the Companies Act No. 71 of 2008, that for the year ended 31 December 2014, the company has lodged with the Companies and Intellectual Property Commission all such returns as are required of a public company in terms of the Act and that all such returns are true, correct and up to date.



J Jordaan
On behalf of First Resort and Hotel Management Proprietary Limited

AUDIT COMMITTEE REPORT
FOR THE YEAR ENDED 31 DECEMBER 2014

The Board of Directors constituted an audit committee as required in terms of the companies Act No. 71 of 2008. The committee was charged with the duties as set out in the Act. The members of the audit committee comprise:

- | | |
|----------------|---|
| • A N Ridl | Chairman and independent non-executive director |
| • S A Duffield | Independent non-executive director |
| • F A Varty | Independent non-executive director |

The external auditor in the capacity of auditor to the company, attended the annual audit committee meeting. Members of the committee have at all times acted in an independent manner.

The committee has discharged its functions and attended inter alia to the following matters –

- Reviewed the external audit report on the annual financial statements;
- Evaluated the effectiveness of financial risk management, controls and the governance process;
- Approved the engagement terms and audit fees of the external auditor; and
- Determined the nature and extent of allowable non-audit services and approved the contract terms for the provisions of non-audit services by the external auditor.

The committee reviewed a report by the external auditor, and after conducting its own review, confirmed the independence of the external auditor.



Chairman

MONT-AUX-SOURCES SHARE BLOCK LTD

STATEMENT OF FINANCIAL POSITION AT 31 DECEMBER 2014

	Notes	2014 R	2013 R
ASSETS			
Net financial asset		1,312	1,312
Current assets		1,173,078	3,057,899
Levy debtors	2	236,487	70,610
Prepaid expenses and sundry debtors		500,635	268,119
Cash and cash equivalents	3	435,956	2,719,170
Total assets		<u>1,174,390</u>	<u>3,059,211</u>
EQUITY AND LIABILITIES			
Capital and reserves		906,489	2,753,870
Share capital	4	1,312	1,312
Refurbishment reserve	5	905,177	1,563,729
Rental reserve	5	0	1,188,829
Current liabilities		267,901	305,341
Levies received in advance		238,464	219,285
Income tax payable		5,734	438
Accounts payable		23,703	85,618
Total equity and liabilities		<u>1,174,390</u>	<u>3,059,211</u>

MONT-AUX-SOURCES SHARE BLOCK LTD

LEVY STATEMENT FOR THE PERIOD ENDED 31 DECEMBER 2014

	Notes	2014 R	2013 R
Income			
Ordinary levies		1,367,053	1,291,742
Interest income and late payment penalties		74,317	61,106
Other income		500	0
		<u>1,441,870</u>	<u>1,352,848</u>
Expenses			
Rental, administration and property expenses		<u>1,056,541</u>	<u>987,726</u>
Surplus before refurbishment and replacements	6	385,329	365,122
Refurbishment and replacements		2,702,339	0
Taxation	7	<u>5,734</u>	<u>2,473</u>
(Deficit)/surplus after taxation and refurbishments and replacements		<u><u>-2,322,744</u></u>	<u><u>362,649</u></u>

MONT-AUX-SOURCES SHARE BLOCK LTD

STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 31 DECEMBER 2014

	Share capital R	Accumulated surplus R	Refurb. Reserve R	Rental Reserve R	Total R
Balance at 31 December 2006	0	0	0	0	0
Share capital introduced	1,312	0	0	0	1,312
Surplus/(deficit) for the year	0	92,809	0	0	92,809
Transfer to/from reserves	0	0	557,965	0	557,965
Balance at 31 December 2008	1,312	92,809	557,965	0	652,086
Surplus/(deficit) for the year	0	335,046	0	0	335,046
Transfer to/from reserves	0	-279,349	192,875	86,474	0
Balance at 31 December 2009	1,312	148,506	750,840	86,474	987,132
Surplus/(deficit) for the year	0	461,557	0	0	461,557
Transfer to/from reserves	0	-304,976	126,723	178,253	0
Balance at 31 December 2010	1,312	305,088	877,563	264,727	1,448,690
Surplus/(deficit) for the year	0	448,113	0	0	448,113
Transfer to/from reserves	0	-358,302	124,332	233,970	0
Balance at 31 December 2011	1,312	394,899	1,001,895	498,697	1,896,803
Surplus/(deficit) for the year	0	494,418	0	0	494,418
Transfer to/from reserves	0	-441,729	136,812	304,917	0
Balance at 31 December 2012	1,312	447,588	1,138,707	803,614	2,391,221
Surplus/(deficit) for the year	0	362,649	0	0	362,649
Transfer to/from reserves	0	-810,237	425,022	385,215	0
Balance at 31 December 2013	1,312	0	1,563,729	1,188,829	2,753,870
Surplus/(deficit) for the year	0	-2,322,744	0	0	-2,322,744
Transfer to rental reserve for refurbishment	0	0	475,363	0	475,363
Transfer to/from reserves	0	2,322,744	-1,133,915	-1,188,829	0
Balance at 31 December 2014	1,312	0	905,177	0	906,489

MONT-AUX-SOURCES SHARE BLOCK LTD

STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 31 DECEMBER 2014

	Notes	2014 R	2013 R
Cash flows from operating activities			
Cash generated from operations	8.1	346,649	164,449
Interest received		72,914	58,650
Taxation (paid)/refunded		-438	648
Net cash inflow from operating activities		<u>419,125</u>	<u>223,747</u>
Refurbishment and replacement costs		-2,702,339	0
Net movement in cash and cash equivalents		<u>-2,283,214</u>	<u>223,747</u>
Cash and cash equivalents at beginning of the year		2,719,170	2,495,423
Cash and cash equivalents at end of the year	8.2	<u><u>435,956</u></u>	<u><u>2,719,170</u></u>

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 DECEMBER 2014

1 Accounting policies

The following are the principal accounting policies of the company, which are consistent in all material respects with those applied in the previous year, except as otherwise indicated.

Basis of preparation

The financial statements have been prepared in accordance with International Financial Reporting Standards for Small and Medium-sized Entities on the historical cost basis.

Levy income

Levy income consists of fees from preference shareholder timeshare members. Levies are set annually in advance so as to recover amounts charged to the share block company for the use of the properties in terms of operating lease agreements. The share block is subject to the conditions of the Share Blocks Control Act, 1980 and is a non-profit making company. Unpaid levy income may generally be recovered by legal attachment and disposal of a member's shares.

Financial instruments

Financial instruments stated on the balance sheet include cash and bank balances, investments, receivables, trade creditors and borrowings. These instruments are generally stated at cost which approximates their estimated fair values.

Cash flows

For the purposes of the cash flow statement, cash includes cash on hand, deposits held on call with banks, investments in money market instruments, and bank overdrafts.

	2014 R	2013 R
2 Levy debtors		
Levy debtors	253,717	305,605
Less: Provision for bad debts	<u>-17,230</u>	<u>-234,995</u>
	<u>236,487</u>	<u>70,610</u>
3 Cash and cash equivalents		
Nedbank cheque account	197,099	895,871
Nedbank call accounts	<u>238,857</u>	<u>1,823,299</u>
	<u>435,956</u>	<u>2,719,170</u>

MONT-AUX-SOURCES SHARE BLOCK LTD

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 DECEMBER 2014

	2014 R	2013 R
4 Share capital		
Authorised		
2 600 Ordinary shares		
1 400 Redeemable preference shares		
Issued		
1 000 Ordinary shares at R1 each	1,000	1,000
312 Redeemable preference shares at R1 each	312	312
	<u>1,312</u>	<u>1,312</u>

The preference shares are non-cumulative and are not redeemable until the earlier of 28 November 2102, or the cancellation of the lease in terms of which the company leases the timeshare property which is the subject of the preference share purchase agreement. The preference shares are redeemable free from any payment at that date. Any unissued shares are under the control of directors following authority given at the company's annual general meeting.

5 Reserves

Refurbishment reserve	<u>905,177</u>	<u>1,563,729</u>
-----------------------	----------------	------------------

The Refurbishment reserve is the accumulated amount of annual levies allocated to cover future refurbishment costs.

Rental reserve	<u>0</u>	<u>1,188,829</u>
----------------	----------	------------------

The Rental reserve is the accumulated amount of annual levies allocated to cover arrear property rental increases.

6 Surplus before taxation

Surplus before taxation is arrived at after taking into account the following:

Auditor's remuneration	20,000	20,000
Rent paid	1,064,073	653,584

7 Taxation

South African Normal Taxation:

Current year provision	<u>5,734</u>	<u>2,473</u>
Tax expense	<u>5,734</u>	<u>2,473</u>

Tax payable is calculated on interest received, late payment penalties and other external transactions less a proportionate amount of administration expenditure, and after allowing for a tax-free amount of R50 000 income.

MONT-AUX-SOURCES SHARE BLOCK LTD

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 DECEMBER 2014

	2014 R	2013 R
8 Notes to the cash flow statement		
8.1 Reconciliation of net surplus before taxation to cash flows from operations		
Net surplus before taxation	385,329	365,122
Adjustment for :		
Non-cash item - rental reserve transfer	475,363	0
Interest received	-72,914	-58,650
Operating surplus before working capital changes	787,778	306,472
Working capital changes		
Decrease/(increase) in members' accounts	-165,877	453,079
Increase in prepaid expenses and sundry debtors	-232,516	-146,070
(Decrease)/increase in prepaid levies	19,179	-428,663
(Decrease)/increase in accounts payable	-61,915	-20,369
Cash generated from operations	<u>346,649</u>	<u>164,449</u>

8.2 Cash and cash equivalents

Cash and cash equivalents consist of cash on hand and balances with banks and investments in money market instruments. Cash and cash equivalents included in the cash flow statement comprise the following balance sheet amounts:

Bank balances	435,956	2,719,170
	<u>435,956</u>	<u>2,719,170</u>

9 Risk management

Interest rate risk management

The company does not have any interest bearing debt and is not exposed to interest rate risk.

Liquidity risk management

Ultimate responsibility for liquidity risk management rests with the board of directors which regularly monitors risk. The company continuously monitors cash flow forecasts to ensure adequate cash positions are maintained.

Credit risk management

Credit risk consists principally of advance payments, trade debtors and cash balances held at banks. Members have the risk of repossession of time units, which minimises company credit risk.

10 Contingent liability

The company has received a summons from its landlord relating to claimed rental arrears. The amount of this claim is in dispute and the action is being defended. The directors have set aside what they consider adequate funds in the Rental Reserve to cover any proven rental claims against the company.

MONT-AUX-SOURCES SHARE BLOCK LTD

DETAILED LEVY STATEMENT FOR THE PERIOD ENDED 31 DECEMBER 2014

	2014 R	2013 R
Ordinary levies	1,367,053	1,291,742
Bad debts recovered	153,272	0
Interest received	72,914	58,650
Late payment penalties	1,403	2,456
Guest services income	500	0
	<u>1,595,142</u>	<u>1,352,848</u>
Expenditure	1,209,813	987,726
Accounting fees	0	18,845
Advertising	4,163	0
AGM expenses	3,840	6,453
Auditor's remuneration	20,000	20,000
Bad debts and amounts written off	13,145	227,737
Bank charges	3,638	1,517
Computer expenses	2,274	8,553
Courier and postage	1,610	1,591
Guest entertainment	2,773	0
Insurance	5,502	0
Legal fees	0	29,662
Management fees	60,000	10,000
Printing and stationery	4,218	171
Rent paid	1,064,073	653,584
Salaries and wages	12,905	0
Secretarial and administration costs	0	6,500
Secretarial fees	0	550
Subscriptions	1,278	1,306
Telephone and fax	0	777
Travel expenses	10,394	480
	<u>385,329</u>	<u>365,122</u>
Net surplus before refurbishment and replacements	385,329	365,122
Refurbishment and replacements	2,702,339	0
Resort refurbishment	2,393,340	0
Replacement - Appliances	84,581	0
Replacement - Chalets/Apartments	1,256	0
Replacement - Cutlery/Crockery	54,721	0
Replacement - Electrical	13,665	0
Replacement - Furniture/Fixtures	29,260	0
Replacement - Linen	125,516	0
	<u>-2,317,010</u>	<u>365,122</u>
Net (deficit)/surplus before taxation	-2,317,010	365,122

MONT AUX SOURCES SHAREBLOCK
INSURANCE COVER SCHEDULE



MONT AUX SOURCES
 HOTEL DRAVENSBERG



INSURED:

MONT AUX SOURCES SHAREBLOCK

COMPANY:

GARRUN GROUP

UNDERWRITERS

HOLLARD

POLICY NO:

FIRST073/0001

PERIOD OR COVER:

17 SEPTEMBER 2014 TO 17 SEPTEMBER 2015

DETAILS	SUM INSURED
BUILDINGS COMBINED	9,858,048
- BUILDINGS (6 UNITS)	6,000,000
- CONTENTS OF 6 UNITS	3,858,048
TOTAL	9,858,048

INSURED:

MONT AUX SOURCES SHAREBLOCK

COMPANY:

GARRUN GROUP

UNDERWRITERS

NEW NATIONAL

POLICY NO:

FIRST073/0002

PERIOD OR COVER:

17 SEPTEMBER 2014 TO 01 SEPTEMBER 2015

DETAILS	SUM INSURED
TOP UP LIABILITY	20,000,000
TOTAL	20,000,000

INSURED:

MONT AUX SOURCES SHAREBLOCK

COMPANY:

GARRUN GROUP

UNDERWRITERS

GUARDRISK

POLICY NO:

FIRST073/0005

PERIOD OR COVER:

17 SEPTEMBER 2014 TO 01 SEPTEMBER 2015

DETAILS	SUM INSURED
GROUP PERSONAL ACCIDENT	1,000,000
TOTAL	1,000,000

INSURED:

MONT AUX SOURCES SHAREBLOCK

COMPANY:

GARRUN GROUP

UNDERWRITERS

GENLIB

POLICY NO:

FIRST073/0006

PERIOD OR COVER:

01 APRIL 2015 TO 01 SEPTEMBER 2015

DETAILS	SUM INSURED
DIRECTORS AND OFFICERS	10,000,000
TOTAL	10,000,000

RESORT BUDGET
RESORT: MONT AUX SOURCES SHARE BLOCK
REG. NO. 2007/022273/06
YEAR ENDING: 31 DECEMBER 2016


No of units

6

INCOME
LEVY INCOME

Levies Raised

Estimated % levy increase (Levy calculated for 53 weeks) 7.5%

SUNDRY INCOME

Interest income

Other income

TOTAL INCOME
EXPENDITURE

Auditors fees

Directors expenses

AGM Costs

Bad debts / (Recovered)

Bank charges

Computer Expenses

Insurance

Legal Expenses

Management fee

Head Office Accounting, Administration and Direct related cost

Postage & Courier

Printing & Stationery

Sundry Expenses

Salary

Subscriptions

Telephone & Fax Charges

Travel

Rent - Landlord

Rent - Retained for Refurbishment

TOTAL EXPENDITURE
LEVY SURPLUS FOR THE YEAR before

Resort Refurbishments - 6 Chalets

Replacements - expenses Chalets other

Minus: Taxation

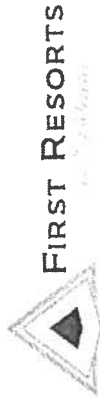
LEVY SURPLUS / (DEFICIT) trf to/(from) reserves

	BUDGET FULL YEAR 2016	BUDGET FULL YEAR 2015	FORECAST 2015	PRIOR YEAR 31 DECEMBER 2014
LEVY INCOME	1,617,829	1,476,417	1,476,417	1,367,053
Levies Raised	1,617,829	1,476,417	1,476,417	1,367,053
Estimated % levy increase (Levy calculated for 53 weeks) 7.5%				
SUNDRY INCOME	36,500	51,500	35,900	74,818
Interest income	35,000	50,000	34,400	72,914
Other income	1,500	1,500	1,500	1,904
TOTAL INCOME	1,654,329	1,527,917	1,512,317	1,441,871
EXPENDITURE				
Auditors fees	23,760	22,000	22,000	20,000
Directors expenses	47,266	45,666	44,666	-
AGM Costs	5,750	6,985	5,230	3,840
Bad debts / (Recovered)	50,000	100,000	100,000	(140,127)
Bank charges	4,320	5,000	4,000	3,638
Computer Expenses	2,160	24,110	35,847	2,274
Insurance	18,283	9,083	16,621	5,502
Legal Expenses	38,010	33,000	33,920	-
Management fee	71,280	66,000	66,000	60,000
Head Office Accounting, Administration and Direct related cost	95,770	-	-	-
Postage & Courier	-	3,309	2,462	1,610
Printing & Stationery	4,400	2,395	4,338	4,218
Sundry Expenses	4,350	500	4,110	7,600
Salary	56,630	65,000	53,040	12,240
Subscriptions	1,772	1,923	1,654	1,278
Telephone & Fax Charges	1,320	1,000	1,200	-
Travel	11,200	10,000	10,000	10,394
Rent - Landlord	660,589	647,083	647,083	647,084
Rent - Retained for Refurbishment	530,687	433,287	502,116	416,989
TOTAL EXPENDITURE	1,627,546	1,476,341	1,554,287	1,056,541
LEVY SURPLUS FOR THE YEAR before	26,783	51,576	(41,970)	385,330
Resort Refurbishments - 6 Chalets	-	-	-	2,393,340
Replacements - expenses Chalets other	50,000	100,000	35,090	308,999
Minus: Taxation	-	420	-	5,734
LEVY SURPLUS / (DEFICIT) trf to/(from) reserves	(23,217)	(48,844)	(77,060)	(2,322,744)
	-	-	-	-

RESORT: MONT AUX SOURCES SHARE BLOCK

REG. NO. 2007/022273/06

CALCULATION OF LEVIES FOR THE YEAR ENDING 31 DECEMBER 2016



Levy increase 7.5%

UNIT NO	LEVIES PER ANNUM INCL 2016	DEC 2016 LEVIES INCL	DEC 2016 LEVIES EXCL	DEC 2015 LEVIES INCL	DEC 2015 LEVIES EXCL	2014 LEVIES INCL	2014 LEVIES EXCL
		9.6%		8%			
12	307 388	5 800	5 088	5 395	4 732	4 995	4 382
13	307 388	5 800	5 088	5 395	4 732	4 995	4 382
14	307 388	5 800	5 088	5 395	4 732	4 995	4 382
15	307 388	5 800	5 088	5 395	4 732	4 995	4 382
16	307 388	5 800	5 088	5 395	4 732	4 995	4 382
17	307 388	5 800	5 088	5 395	4 732	4 995	4 382
	1 844 325	1 844 325	53 weeks	1 683 115	52 weeks	1 558 440	52 weeks

INCLUSIVE

VAT

EXCLUSIVE OF VAT

1 844 325
226 496
1 617 829

1 683 115
206 698
1 476 417

1 558 440
191 387
1 367 053

**Mont Aux Sources Share Block
2016 - Timeshare Calendar**

Week	Start Date	End Date
1	01/01/2016	08/01/2016
2	08/01/2016	15/01/2016
3	15/01/2016	22/01/2016
4	22/01/2016	29/01/2016
5	29/01/2016	05/02/2016
6	05/02/2016	12/02/2016
7	12/02/2016	19/02/2016
8	19/02/2016	26/02/2016
9	26/02/2016	04/03/2016
10	04/03/2016	11/03/2016
11	11/03/2016	18/03/2016
12	18/03/2016	25/03/2016
13	25/03/2016	01/04/2016
14	01/04/2016	08/04/2016
15	08/04/2016	15/04/2016
16	15/04/2016	22/04/2016
17	22/04/2016	29/04/2016
18	29/04/2016	06/05/2016
19	06/05/2016	13/05/2016
20	13/05/2016	20/05/2016
21	20/05/2016	27/05/2016
22	27/05/2016	03/06/2016
23	03/06/2016	10/06/2016
24	10/06/2016	17/06/2016
25	17/06/2016	24/06/2016
26	24/06/2016	01/07/2016
27	01/07/2016	08/07/2016
28	08/07/2016	15/07/2016
29	15/07/2016	22/07/2016
30	22/07/2016	29/07/2016
31	29/07/2016	05/08/2016
32	05/08/2016	12/08/2016
33	12/08/2016	19/08/2016
34	19/08/2016	26/08/2016
35	26/08/2016	02/09/2016
36	02/09/2016	09/09/2016
37	09/09/2016	16/09/2016
38	16/09/2016	23/09/2016
39	23/09/2016	30/09/2016
40	30/09/2016	07/10/2016
41	07/10/2016	14/10/2016
42	14/10/2016	21/10/2016
43	21/10/2016	28/10/2016
44	28/10/2016	04/11/2016
45	04/11/2016	11/11/2016
46	11/11/2016	18/11/2016
47	18/11/2016	25/11/2016
48	25/11/2016	02/12/2016
49	02/12/2016	09/12/2016
50	09/12/2016	16/12/2016
51	16/12/2016	23/12/2016
52	23/12/2016	30/12/2016
53	30/12/2016	06/01/2017



PO BOX 1287 PINETOWN 3600, 1 CROMPTON STREET PINETOWN 3610 TEL 031 7177593 FAX 7091680

CREDIT CARD FACILITY

RESORT _____

UNIT & WEEK _____

CONTACT TELEPHONE NUMBER _____

CARD HOLDER'S INITIALS & SURNAME _____

CARD HOLDER'S ID NUMBER _____

TYPE OF CARD (VISA, MASTER, etc) _____

CARD NUMBER

EXPIRY DATE

AMOUNT _____

DATE YOU WISH YOUR CARD TO BE DEBITED _____

CLIENTS LIVING OUTSIDE SOUTH AFRICA - CREDIT CARD FACILITY ON STRAIGHT ONLY

CVC Number
Last 3 digits at the back of card

BUDGET (months) 6 12 24 36 48

CARD HOLDER SIGNATURE

DATE



FIRST RESORTS
360° Service

P.O Box 1287 Pinetown 3600, 1 Crompton Street Pinetown 3610
Tel: +27 31 717 7593 Fax: +27 31 709 1680
Email Address: info@firstresorts.co.za

RESORT: _____ UNIT: _____ WEEK: _____

MEMBERS DETAILS

First Names: _____ Title: _____

Surname: _____ Gender: M ☐ F ☐

ID NO.: Birthday:

Street Address: _____

Postal Address: _____

City/Town: _____ Province: _____

Postal Code: _____ Email Address: (self) _____

Email Address: (spouse) _____

Email Address: (office) _____

Tel:(Home) _____ Tel:(Work) _____

Tel:(Cell 1) _____ Tel:(Cell 2) _____

Preferred Language: _____ Marital Status: _____

SIGNATURE

DATE

MONT-AUX-SOURCES SHAREBLOCK LIMITED

REGISTRATION NO: 2007/022273/06

NOMINATION FORM FOR DIRECTORSHIP

I/We the undersigned _____

the owner/s of module _____

in Unit _____ duly authorised hereto as a member of the above Company, hereby nominate the following persons for election as Directors of the Company at the Annual General Meeting of the Company to be held on **6 OCTOBER 2015** and their signatures signify acceptance.

NAMES OF PROPOSED DIRECTORS

SIGNATURES OF PROPOSED DIRECTORS

Current Directors are:

S Duffield
AN Ridl
A Varty

Signed at _____ this _____ day of _____ 2015

MEMBER'S SIGNATURE _____

Nomination Forms should be completed and returned to First Resorts and Hotel Management (Pty) Ltd, P O Box 1287, Pinetown, 3600 so as to arrive no later than **48 (FORTY EIGHT)** hours before the meeting.

Fax to: 086 433 3238 and email to liezls@firstresorts.co.za will also be acceptable.

MONT-AUX-SOURCES SHAREBLOCK LIMITED

(Registration No.: 1958 /003301/06)

FORM OF PROXY

A member entitled to attend and vote at the meeting is entitled to appoint a proxy of his own choice to attend, speak and vote in his stead. A proxy need not be a member of the company.

I/ We _____
(Name in block capitals)

Unit No.: _____ Week No.: _____ being a shareholder/s of MONT-AUX-SOURCES SHAREBLOCK LIMITED and entitled to _____ vote(s) do hereby appoint:

_____ (ID: No: _____)

of _____ or failing him :

_____ (ID: No: _____)

of _____

failing him, the Chairman of the meeting, as my/our proxy to attend, and on a poll, vote on my/our behalf at the annual general meeting to be held on **6 OCTOBER 2015**, or at any adjournment thereof, as follows:

(Indicate directions to proxy by way of a cross (X) in the space provided above.)
Unless otherwise instructed, the proxy may vote as he thinks fit.

AGENDA ITEM		FOR	AGAINST	ABSTAIN
6.	To accept the minutes of the Annual General Meeting held on 16 October 2014			
9.	To accept the Annual Financial Statements in respect of the year ended 31 December 2014			
10.	To approve the auditors' remuneration for the year ended December 2014			
11.	To appoint auditors for the year ending December 2015 (on recommendation of the current Audit Committee)			
12.	Determine number of Directors			
13.	To elect the Directors _____ _____ _____			
14.	To appoint the Audit Committee			
15.	To accept the schedule of insurance cover			
16.	To accept the levy budget for the year ending 31 December 2016			

17.	Determine interest rate on arrear levies			
18.	SPECIAL RESOLUTION: Approval of Directors' Remuneration for the year ended 31 December 2015			

Signed this _____ day of _____ 2015.

Signature

DOMICILIUM

MONT-AUX-SOURCES SHAREBLOCK LIMITED
c/o FIRST RESORTS AND HOTEL MANAGEMENT (PTY) LTD
1 CROMPTON STREET
PINETOWN, 3610

POSTAL ADDRESS

P.O.BOX 1287
PINETOWN, 3600
Fax: 086 4333238
email: liezls@firstresorts.co.za

Note 1: This proxy must be delivered or faxed to the Secretaries of the company not less than **FORTY EIGHT HOURS** before the time appointed for the meeting.

Note 2: A Member entitled to attend and vote is entitled to appoint a proxy to attend, speak and vote in his stead, and such proxy need not also be a Member of the Company.

Note 3: This Proxy shall be binding upon the Member until such time as the Member personally withdraws it and it is limited to the voting on the special and ordinary resolutions referred to herein. Unless otherwise instructed, the proxy will vote as he thinks fit. A Member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend, speak and vote in his stead.

Any alteration or correction made to this form of proxy (excluding the deletion of alternatives) must be initialled by the signatory. Documentary evidence establishing the authority of a Person signing this form of proxy in a representative capacity (i.e. on behalf of a Company, Close Corporation or Trust) must be attached to this form.

The completion and lodging of this form of proxy will not preclude the relevant Member from attending the meeting and speaking and voting in Person thereat, to the exclusion of any proxy appointed in terms thereof, should such Member wish to do so.

Emailed and facsimile copies of this proxy form must be duly verified before the commencement of the meeting to be eligible for acceptance. If any one of the requirements contained herein is not fulfilled, the proxy form and/or the nomination of the proxy will be null and void.

Proxy holders must present reasonably satisfactory identification before attending and participating in the meeting.