



Pembury Lifestyle Group

PEMBURY LIFESTYLE GROUP LIMITED

(Incorporated in the Republic of South Africa)

(Registration number 2013/205899/06)

("PLG" or "the Company")

ISIN Code: ZAE000222949

JSE Code: PEM

RENEWAL OF CAUTIONARY

Shareholders are referred to the previous cautionary announcements published on SENS, the last being on 22 December 2022. Shareholders are advised that the following progress has been made to date:

Update on the School Rezoning and Registration

Raslouw

The Raslouw School received some comments back from Tshwane's Water and Sewer Department advising that the current available water supply from Tshwane will be able to accommodate 133 learners and staff. This is, however, less than current capacity and also envisaged growth. The Town Planner held discussions with the Tshwane Water and Sewer Department advising them that the Company will arrange the use of borehole water as an interim measure. The Company has also engaged with a qualified engineer to repair the borehole. The engineer will take full responsibility for the operations, maintenance and quality of the water produced. The same engineer will assist with testing of the quality of the water at a registered laboratory. The engineer, together with the Town Planner, will submit proof to the City of Tshwane of the water quality in due course.

Once the quality of water has been approved by the National Water and Sanitation Department, the City of Tshwane will release the school's zoning certificate. The file for the Department of Education will then be ready for submission.

The Company signed a contract with Quick Volt Elektrics, a registered company which issues Certificates of Compliance. Quick Volt Elektrics have been working with the Group since the end of December 2022 to ensure that all the electrical work is in working order as well as being compliant.

A Certificate of Compliance ("COC"), along with the registration application, is required to be submitted to the Department of Education. The COC for the Raslouw property is nearly complete.

Carlswald

The City of Johannesburg requested that the property owner of the Carlswald School be notified of the results of their Environmental Department's inspection. The owner, who is PLG Properties, was notified, as requested. Upon the City of Johannesburg's response, the zoning certificate should be issued as there are no other outstanding reasons to dispute the issuance of the certificate. The school's application to register with the Department of Education will then be submitted.

Willowview

The Company, with support from Verityhurst, has been actively involved with renovating the boarding facilities at Willowview Academy. The boarding advertisements have already been implemented and various staff members are ensuring that the correct control measures are in place for the smooth running of the boarding facilities once operation commences.

The application for Umalusi was submitted in mid-January 2023. The school is working on ensuring that Umalusi is accredited again.

Springs

The school is currently in the process of applying for an EMIS extension to Grade 12. The Town Planner is currently compiling all the necessary documents in order to commence with the zoning application. Thereafter, the school will prioritise the Umalusi applications.

Audits

The audit for 2019 has not yet commenced as the final amended Sale of Shares agreements still have to be signed. Once the agreements are signed, it is expected that the Company will be able to draw down on the convertible loan funding, although an amount of R482 000 has already been advanced to the Company. The convertible funding also provides for the acquisition of old debt owed to the former auditors.

The steps taken in late 2020 and 2021 to substantially improve the internal financial reporting have been maintained by the incumbent Financial Director. Accordingly, it is expected that once the audit for FY19 has been finalised, the following two years and the relevant interim reports will be able to be finalised and published in quick succession.

In the interim, the IFRS advisor/Annual Financial Statements (AFS) compiler has been appointed and has commenced with the re-preparation of the AFS for 2019.

Legal

The Company continues to engage with various claims and creditors on a case-by-case basis and in a constructive manner, as each matter requires proper investigation. Certain matters will be defended where there is no basis for the claim. Legal counsel is assisting in this regard.

Renewal of cautionary announcement

In light of the above information, shareholders are accordingly advised to continue to exercise caution until a further announcement is made.

Johannesburg

7 February 2023

Designated Advisor

AcaciaCap Advisors Proprietary Limited

