

16 July 2019

Background on RAC

RECM and Calibre (RAC) has been set up as a long term investment company, in the form of a closed-end vehicle, which has access to permanent capital. The ordinary shares of RAC are held by executive directors: Piet Viljoen and Jan van Niekerk, as well as entities associated with them. Participating preference shares in RAC, which enable investors to participate in the long-term growth prospects of the underlying investments of the company, are listed on the JSE. Any investor has the ability to buy and sell these securities on the JSE, and RAC has no control over the ownership of these securities. The owners of the participating preference shares change as investors buy and sell these on the stock exchange.

The responsibility for the capital allocation decisions for RAC is outsourced to Regarding Capital Management (Pty) Ltd (RECM) and RAC Advisory (Pty) Ltd. Piet Viljoen and Jan van Niekerk take specific responsibility for these capital allocation decisions. The controlling shareholders of RECM and RAC Advisory are Piet Viljoen, Jan van Niekerk and Theunis de Bruyn.

As RAC is an investment holding company, it does not have any employees, no formal management structure and engage in very limited direct purchasing in its own right.

BEE Rating

This structure of RAC generally leads to a very low score on the prescribed scorecards for measurement of progress in transformation. However, the B-BBEE Codes of Good Practice in South Africa, strictly applied, currently deem RAC to be a level four contributor, whereas RAC views itself as a non-compliant contributor.

The portfolio companies in which RAC is invested, support and pursue transformation within their respective businesses, with the backing of RAC as an investor.



JC van Niekerk
Director

SWORN AFFIDAVIT – B-BBEE EXEMPTED MICRO ENTERPRISE - GENERAL

I, the undersigned,

Full name & Surname	Johannes Cornelis van Niekerk
Identity number	7410295009082

Hereby declare under oath as follows:

1. The contents of this statement are to the best of my knowledge a true reflection of the facts.
2. I am a Member / Director / Owner of the following enterprise and am duly authorised to act on its behalf:

Enterprise Name:	RECM and Calibre Limited
Trading Name (If Applicable):	RECM and Calibre Limited
Registration Number:	2009/012403/06
Enterprise Physical Address:	6th Floor Claremont Central, 8 Vineyard Road, Claremont, Western Cape
Type of Entity (CC, (Pty) Ltd, Sole Prop etc.):	Ltd
Nature of Business:	Investment holding company
Definition of "Black People"	As per the Broad-Based Black Economic Empowerment Act 53 of 2003 as Amended by Act No 46 of 2013 "Black People" is a generic term which means Africans, Coloureds and Indians – (a) who are citizens of the Republic of South Africa by birth or descent; or (b) who became citizens of the Republic of South Africa by naturalisation- i. before 27 April 1994; or ii. on or after 27 April 1994 and who would have been entitled to acquire citizenship by naturalization prior to that date;"
Definition of "Black Designated Groups"	"Black Designated Groups means: (a) unemployed black people not attending and not required by law to attend an educational institution and not awaiting admission to an educational institution; (b) Black people who are youth as defined in the National Youth Commission Act of 1996; (c) Black people who are persons with disabilities as defined in the Code of Good Practice on employment of people with disabilities issued under the Employment Equity Act; (d) Black people living in rural and under developed areas; (e) Black military veterans who qualifies to be called a military veteran in terms of the Military Veterans Act 18 of 2011;"



3. I hereby declare under Oath that:

- The Enterprise is 0 % Black Owned as per Amended Code Series 100 of the Amended Codes of Good Practice issued under section 9 (1) of B-BBEE Act No 53 of 2003 as Amended by Act No 46 of 2013,
- The Enterprise is 0 % Black Female Owned as per Amended Code Series 100 of the Amended Codes of Good Practice issued under section 9 (1) of B-BBEE Act No 53 of 2003 as Amended by Act No 46 of 2013,
- The Enterprise is 0 % Black Designated Group Owned as per Amended Code Series 100 of the Amended Codes of Good Practice issued under section 9 (1) of B-BBEE Act No 53 of 2003 as Amended by Act No 46 of 2013,
- Black Designated Group Owned % Breakdown as per the definition stated above:
 - Black Youth % = 0 %
 - Black Disabled % = 0 %
 - Black Unemployed % = 0 %
 - Black People living in Rural areas % = 0 %
 - Black Military Veterans % = 0 %
- Based on the Financial Statements/Management Accounts and other information available on the latest financial year-end of 31 March 2019, the annual Total Revenue was R10,000,000.00 (Ten Million Rands) or less
- Please Confirm on the below table the B-BBEE Level Contributor, **by ticking the applicable box.**


100% Black Owned	Level One (135% B-BBEE procurement recognition level)	
At least 51% Black Owned	Level Two (125% B-BBEE procurement recognition level)	
Less than 51% Black Owned	Level Four (100% B-BBEE procurement recognition level)	✓

4. I know and understand the contents of this affidavit and I have no objection to take the prescribed oath and consider the oath binding on my conscience and on the Owners of the Enterprise which I represent in this matter.
5. The sworn affidavit will be valid for a period of 12 months from the date signed by commissioner.

COMMISSIONER OF OATHS (RSA)
WRIGHT THEUNISSEN
Professional Accountant (South Africa)
97 Durham Avenue
Salt River, Cape Town, 7925



Commissioner of Oaths
Signature & stamp

Deponent Signature: 

Date: 16 July 2019