

TO ALL AFFECTED PERSONS

12 December 2012

Dear Sir / Madam

**HIGHVELD SYNDICATION 15 - 22 LIMITED (“ALL UNDER BUSINESS RESCUE”)
 (“THE SYNDICATION COMPANIES”)**

**UPDATE ON THE BUSINESS RESCUE PROCESS BY THE BUSINESS RESCUE
 PRACTITIONER (“BRP”)**

1. As we approach the anniversary of the adoption of the Business Rescue Plan we wish to announce that the Board of Directors of Orthotouch Limited has been bolstered by the appointment of two additional directors, Mr Cas De Villiers and Mr Heynie van Loggerenberg. Their resumés will be made available on the Orthotouch Website.
2. Mr De Villiers has been appointed as Chairman of the Board, and Mr van Loggerenberg as a Member of the Audit Committee.
3. We are pleased to report that, despite the serious challenges which we experienced in the past year, all interest payments for HS 15 – 21 to and including 7 November 2012 have now been paid to date.
4. We are exercising our best efforts to ensure that investors’ arrears for HS 22 and December 2012 be brought up to date as soon as possible.
5. We will do everything in our power to ensure that investors will experience regular payments of their monthly interest on an on-going basis from 2013.
6. We also confirm that interest rates will increase by 0,25% per annum from January 2013.
7. We record that, but for the interference of a group of individuals operating under the cloud of anonymity, we would by now have been completely up to date. These individuals who purport to represent the interests of investors, continually, through surreptitious means, endeavour to scuttle every effort made to reach a lasting solution. They will fail and the interests of investors will be protected despite their smear campaigns and other covert activities.
8. In terms of the Revised Business Plan recently approved by the Board, Orthotouch will participate in a strategic decision by the Georgiou Group to list a property portfolio of

approximately R7,6 billion on the on the Johannesburg Stock Exchange. The commercial property portfolio includes Fourways Mall (one of the country's premier commercial developments in Northern Johannesburg) and approximately R2.9 billion of the Orthotouch properties. This listing is due to take place in April 2013. The rationale for Orthotouch to participate in such a transaction is that Orthotouch will acquire liquid (tradable) shares, which will have the effect of the Highveld Syndication companies effectively becoming proportional owners in a liquid, JSE listed and tradable, share portfolio.

9. As a result of this transaction, a substantial portion of Orthotouch's assets will be converted into shares in the listed entity, which will be highly regulated – the JSE being widely regarded to be one of the top regulated Stock Exchanges in the world.
10. Fourways Mall as well as the properties included in the Fourways Precinct constitute the flagship properties behind the listing and will generate significant investor interest. The anticipated yield in the new transaction will be in excess of 8.0%.
11. The listing on the JSE provides huge advantages in terms of liquidity as Orthotouch's assets, in the form of listed shares, will be more marketable and easier to trade. It is anticipated that capital from local and international equity investors will easily be procured and that a listing on the JSE, as a superior regulator, will grant added security to both local and international investors.
12. The balance of the Orthotouch assets, consisting mainly of development properties, will be retained within Orthotouch and transfer to Orthotouch will be regulated as a matter adjunct to the formal listing process. These properties will be unencumbered and the growth potential will be pursued actively to further enhance the value to be derived for the benefit of investors.
13. The directors of Orthotouch will keep you informed regarding the developments in this matter. We are excited and firmly of the view that this is the best possible outcome for the investors.

Yours faithfully,

J F KLOPPER

Business Rescue Practitioner: Highveld Syndication Companies

(Sent electronically and therefore not signed)