

ANNEXURE A

**MANGO AIRLINES SOC LIMITED
(IN BUSINESS RESCUE)**

REGISTRATION NUMBER: 2006/018129/30)

**ESTIMATED DIVIDEND TO CREDITORS
IN A LIQUIDATION SCENARIO AS AT 28 JULY 2021**

All financial information has been supplied by the BRP and Management and has not been independently verified.

MANGO AIRLINES SOC LIMITED (IN BUSINESS RESCUE)
REGISTRATION NUMBER: 2006/018129/30)
ESTIMATED DIVIDEND TO CREDITORS IN A LIQUIDATION SCENARIO AS AT 28 JULY 2021

FREE RESIDUE ACCOUNT

Free residue account	VAT	R
INCOME:		
Money found in Estate		3 871 900,65
Sale of Property, Plant and Equipment	376 108,48	2 883 498,37
Sale of aircraft engine	9 322 203,00	71 470 223,00
Prepayments recoveries		6 069 427,12
Sale of inventory	30 792,55	236 076,22
	9 729 104,03	84 531 125,36
DISBURSEMENTS		
LIQUIDATOR'S FEES		
1% x R3 871 900,65	5 807,85	44 526,86
10% x R2 883 498,37	37 610,85	288 349,84
10% x R71 651 779,25 less 10% of VAT	932 220,30	7 147 022,30
10% x R6 069 427,12	91 041,41	697 984,12
10% x R236 076,22 less 10% of VAT	3 079,26	23 607,62
MASTER'S FEES		
As per the Insolvency Act	-	275 000,00
SECURITY BOND		
Bond of security	126 796,69	972 107,94
ADMINISTRATION EXPENSES		
Auction fees and commissions	846 921,86	6 493 067,59
General administrative costs	300 000,00	2 300 000,00
VAT Payable	7 385 625,82	7 385 625,82
AMOUNT AVAILABLE FOR DISTRIBUTION		58 903 833,27
Award to preferent creditors		58 903 833,27
Staff claims		19 551 149,79
South African Revenue Services		39 352 683,48
Award to concurrent creditors		-
TOTAL	9 729 104,03	84 531 125,36

PRELIMINARY ILLUSTRATIVE LIQUIDATION OUTCOME

Total aggregate creditor realisation in an illustrative liquidation outcome as at 28 July 2021

Creditor	Nature	Total claim (R)	Percentage of total claims	Estimated award (R)	Recoveries (Cents)	Shortfall (R)
SECURED CREDITORS						
None	N/A	-	0,0%	-	-	-
Total secured creditors		-	0,0%	-	-	-
PREFERENT CREDITORS						
Employees	Employees	19 551 150	0,7%	19 551 150	100,00	-
South African Revenue Services	Government	131 707 899	4,6%	39 352 683	29,88	92 355 215
Total preferent creditors		151 259 049	5,3%	58 903 833		92 355 215
CONCURRENT CREDITORS						
Employees	Employees	135 027 744	4,7%	-	-	135 027 744
Aergen Aircraft Five	Lessor	84 605 001	2,9%	-	-	84 605 001
Macquarie Aircraft Leasing	Lessor	477 893 985	16,6%	-	-	477 893 985
Start Island Leasing	Lessor	140 793 409	4,9%	-	-	140 793 409
Celestial Aviation Trading 41	Lessor	133 959 015	4,7%	-	-	133 959 015
Other Lessors	Lessor	5 016 653	0,2%	-	-	5 016 653
Airports Company South Africa	Facilities	170 351 525	5,9%	-	-	170 351 525
Airport handling, navigation &weather	Facilities	86 915 713	3,0%	-	-	86 915 713
South African Airways Technical	MRO	805 858 856	28,0%	-	-	805 858 856
Lufthansa Technik AG	MRO	290 430 462	10,1%	-	-	290 430 462
Lufthansa Technik AG	MRO	6 808 481	0,2%	-	-	6 808 481
Others	Others	388 112 616	13,5%	-	-	388 112 616
Total concurrent creditors		2 725 773 461	94,7%	-		2 725 773 461
TOTAL		2 877 032 510	100,0%	58 903 833		2 818 128 677

Notes

1. The summary above reflects illustrative recoveries and creditor awards from the standalone Mango Airlines SOC Limited liquidation.
2. The outcome above is predicated on the position as reported on the management accounts dated 31 July 2021.
3. Net present value adjustments have not been incorporated - given the complexities of such a business, we would anticipate the duration of a liquidation of Mango to last between one and two years.
4. The above summary illustrates that concurrent creditors will be required to make a contribution should they lodge their claims in liquidation.