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Core Energy (RF) Proprietary Limited and Erika Energy (RF) Proprietary Limited Unaudited combined statements of cash flows

For the three months ended March 31, 2015 and 2014

Figures in ZAR '000	March 31, 2015	March 31, 2014
Cash flows from/(used in) operating activities:		
Net profit	23,042	8,250
Adjustments to reconcile net loss to net cash provided by (used in) operating activities		
Fair value (gain) on interest rate swap	(6,487)	(17,592)
Depreciation expense	18,799	—
Accretion expense	1,148	677
Amortization of debt issuance costs	—	33
Amortization of debt discount	694	620
Amortization of commitment fees	—	857
Income tax benefit	(2,963)	—
Changes in operating assets and liabilities		
Accounts and other receivables	(6,785)	3,122
Accounts and other payables	6,270	(62,022)
	(515)	(58,900)
Net cash earned from/(used in) operating activities:	33,718	(66,055)
Cash flows from/(used in) investing activities:		
Purchase of property, plant and equipment	—	(576,367)
Borrowing costs capitalized	—	(27,649)
Change in restricted cash	(1,905)	317,832
Net cash used in investing activities	(1,905)	(286,184)
Cash flows from financing activities		
Proceeds from long-term loans	—	316,679
Repayment of long term loans and interest	(67,219)	—
Proceeds from shareholder loans	—	35,960
Net cash provided/(used in) by financing activities	(67,219)	352,239
Net (decrease) in cash and cash equivalents	(35,406)	—
Cash and cash equivalents at beginning of quarter	147,764	—
Cash and cash equivalents at end of quarter	112,358	—
Schedule of non-cash activities		
Additions to property, plant and equipment from capitalized interest	—	27,649
Additions to property, plant and equipment related to asset retirement obligation (ARO)	—	9,431

See accompanying notes to combined financial statements.

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