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**Core Energy (RF) Proprietary Limited and Erika Energy (RF) Proprietary Limited**  
**Combined statements of cash flows**  
**For the years ended December 31, 2014 and 2013**

<b>Figures in ZAR '000</b>	<b>December 31, 2014</b>	<b>December 31, 2013</b>
Cash flows from/(used in) operating activities:		
Net loss	(76 098)	(73 694)
Adjustments to reconcile net loss to net cash provided by (used in) operating activities		
Fair value loss/(gain) on interest rate swap	27 706	(9 882)
Depreciation expense	29 325	—
Accretion expense	2 707	—
Interest expense accrued	69 415	—
Amortization of debt issuance costs	2 751	561
Amortization of deferred financing costs	1 202	13 760
Tax expense	11 048	2 790
Changes in operating assets and liabilities:		
Accounts and other receivables	(71 831)	(16 048)
Accounts and other payables	116 789	(111 797)
	44 958	(127 845)
Net cash earned from/(used in) operating activities	113 014	(194 310)
Cash flows from/(used in) investing activities:		
Purchase of property, plant and equipment	(1 476 672)	(477 580)
Borrowing costs paid, capitalized to property, plant and equipment	(96 376)	(19 031)
Change in restricted cash	1 032 220	(1 020 332)
Net cash used in investing activities	(540 828)	(1 516 943)
Cash flows from financing activities:		
Contributions from investors	—	35 517
Proceeds from long-term loans	535 725	1 444 816
Repayment of long term loans	(10 837)	—
Proceeds from shareholder loans	50 690	230 920
Net cash provided by financing activities	575 578	1 711 253
Net increase in cash and cash equivalents	147 764	—
Cash and cash equivalents at beginning of year	—	—
Cash and cash equivalents at end of year	147 764	—
<b>Supplemental disclosures</b>		
Cash paid for interest including amounts capitalized	164 763	37 283
Cash paid for income taxes	—	—
<b>Schedule of non-cash activities</b>		
Additions to property, plant and equipment in accounts payable, accrued expenses and other current liabilities	56 628	223 954
Additions to property, plant and equipment related to asset retirement obligation (ARO)	26 613	14 671

See accompanying notes to combined financial statements.

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