SHAREHOLDERS / NOVA PROPERTY GROUP HOLDINGS LIMITED
and
DEBENTURE HOLDERS / NOVA PROPERTY GROUP INVESTMENTS PROPRIETARY LIMITED

COMMUNIQUÉ - 7 DECEMBER 2016

The Board of Directors of Nova Property Group Holdings Limited (“Nova Holdings”) and Nova Property Group Investments Proprietary Limited (“Nova Investments”) report as follows.

DEAR SHAREHOLDERS AND DEBENTURE HOLDERS

1. Important Information

It has become clear that sporadic negative, biased and mostly incorrect reporting by certain media outlets, as previously alluded to in our communiques to you, unfortunately continues.

We understand that this disturbed some of our Debenture Holders.

The correct information is contained on the website of Frontier at www.frontieram.co.za. Please have regard to this information and the manner in which the Nova Group dealt with such media and the sharing of information with them.

Using their reporting platform for their unjustified negative reporting, these media outlets are unfortunately impeding the optimal implementation of the Schemes of Arrangement by the Nova Group.

This is regrettable, especially having regard to the inordinate amount of time and effort that the Group has invested in sharing correct and detailed information with relevant media, as appears from the information contained on the Frontier website.

The unfortunate result is that the sourcing of external funding, as envisaged in the Schemes of Arrangement, have in some instances again been negatively affected. This has the impact of delaying certain of the Group’s upgrading processes. The efficient implementation of such processes are required for purposes of optimising the aims and implementation of the Schemes.
of Arrangement, including the earlier generation of improved income streams and capital growth.

The Board will not be deterred and continues to seek and find solutions to the above.

The Group is well progressed in investigating alternative external funding, including capital investment funding into the Group, with the view to completing the Group’s upgrading program in order to procure monthly returns in the short to medium term and unlocking possible earlier repayment to Debenture Holders, towards achieving maximum repayment of historically invested capital.

Please note that the Group intends communicating by way of more regular but shorter communiques as requested by a number of its stakeholders. These communiques will not be dispatched via the postal system, which is ineffective, but rather by placing communiques onto the Frontier website and informing all Nova Shareholders and Debenture Holders by means of sms communication of this.

2. Property Specific Updates

Notwithstanding the above, the Group has successfully achieved various of its 2016 planned revamp programs which is expected to result in the attaining of anticipated value creation to the Group as a whole in the short to medium term.

You will be informed shortly, when all links to the properties within the Nova Property Group with their relevant detail is available on the upgraded Frontier website at www.frontieram.co.za.

3. Annual Financial Statements and Annual General Meeting

The Annual Consolidated Financial Statements of Nova Property Group Holdings Limited were approved and signed on 31 August 2016 and the Annual General Meeting in respect of the affairs of Nova Holdings for the period ending 29 February 2016, successfully took place on 30 November 2016.

Debenture Holders and Shareholders will be informed directly via sms of any communication placed onto the web. Queries may be directly addressed by contacting the Frontier’s Call Centre on (012) 425 5000 or emailing admin@frontieram.co.za.

Yours sincerely,

The Nova Group Board