



(Registration number: 2005/005585/21)

**Broad-Based Black Economic Empowerment  
Verification Certificate**

**Grorap Autobody 818 CC**

**Certificate No: B-BBEE: QSE/186/2014**

Registration number: 2009/226978/23

VAT number: 4640253326

Head Office, Location: Unit 9, Northlands Production Park, Cnr Newmarket and Epsone Ave, Northriding, PO Box 1197, Ferndale, 2166.


**Verification Standard applied:** Codes of Good Practice on Broad Based Black Economic Empowerment  
**Issue of the rating standard applied:** Section 9 of the B-BBEE Act 53 of 2003  
**Scorecard applied:** Qualifying Small Enterprises Scorecard  
**Size of the Enterprise:** (R5 Million to R35 Million annual turnover)

| Level Three Contributor    |           |       |
|----------------------------|-----------|-------|
| Element                    | Weighting | Score |
| Employment Equity          | 25        | 6.12  |
| Preferential Procurement   | 25        | 19.41 |
| Enterprise Development     | 25        | 25    |
| Socio-Economic Development | 25        | 25    |
| Overall Score              | 100       | 75.53 |

**Broad-Based BEE Status level** : **A level 3 contributor to B-BBEE**  
**BEE Procurement recognition level** : **110%**  
**Black Ownership** : **0.00%**  
**Black Women Ownership** : **0.00%**  
**Value Adding Supplier** : **No**  
**Financial year** : **28 February 2014**

In our opinion, the B-BBEE Status reflected on this Certificate has been determined, in all material respects, in accordance with the Codes of Good Practice on Black Economic Empowerment gazetted on 9 February 2007 in terms of the Broad-Based Black Economic Empowerment Act of South Africa. Our independent reasonable assurance reports dated 08 July 2014 is available for inspection at the registered office of Grorap Autobody 818 CC together with the accompanying Scorecard and should be referred to for an understanding of our assurance engagement.

This Certificate has been determined on the basis of information provided by management that may not be complete in all respects. We do not accept or assume responsibility to anyone other than Grorap Autobody 818 CC, for our work, for this report, or for the conclusion we have reached.

  
Per F.G. Rossouw B.Prok. B.com Hon's CA (SA) Adv. Dip. Labour Law  
IRBA B-BBEE Registration no: 646156B  
B-BBEE Approved Registered Auditor

Date of issue: 08 July 2014  
Expiry date: 07 July 2015  
Period of validity: 12 Months

MAXFIN INCORPORATED  
Chartered Accountants (S.A)  
Registered Auditors (R.A)  
IRBA Membership Number: 646156  
Practice no: 901878  
Tel: 010 5909300

400 Pine Avenue  
Ferndale  
2194

P.O Box 3020  
Randburg  
2125

Fax: (011) 886 6715

Email: info@maxfin.biz

**Audit Report**

**Qualifying Small Enterprise Scorecard**

Applicable BEE Code: Gazette Codes 29617

(Verification Standard : The BBBEE Codes of Good Practice)

Date **8-Jul-14**  
 Measured Entity **Grorap Autobody 818 cc**  
 Registration number **2009/226978/23**  
 VAT number **4640253326**

| OWNERSHIP (801)            |   | Weighting | Target     | Achieved | Score |
|----------------------------|---|-----------|------------|----------|-------|
|                            | Exercisable Voting Rights in the hands of black people  | 6         | 25%+1 vote | 0.00%    | 0.00  |
|                            | Economic Interest of black people in the enterprise   | 9         | 25%        | 0.00%    | 0.00  |
| <b>Realisation points:</b> |   |           |            |          |       |
|                            | Ownership fulfillment   | 1         | Complete   | No       | 0.00  |
|                            | Net Value   | 9         |            | 0.00%    | 0.00  |
|                            | 10% of the Target in Year 1   |           |            |          |       |
|                            | 20% of the Target in Year 2   |           |            |          |       |
|                            | 40% of the Target in Years 3-4  |           |            |          |       |
|                            | 60% of the Target in Years 5-6  |           |            |          |       |
|                            | 80% of the Target in Years 7-8  |           |            |          |       |
|                            | 100% of the Target in Years 9-10  |           |            |          |       |
| <b>Bonus Points:</b>       |   |           |            |          |       |
|                            | Involvement in the ownership of the enterprise by black women   | 2         | 10%        | 0.00%    | 0.00  |
|                            | Involvement in the ownership of the enterprise by black participants in Employee Ownership Schemes, Co-operatives or Broad-Based Ownership Schemes. | 1         | 10%        | 0.00%    | 0.00  |
|                            |   | 28        |            |          | 0.00  |
| MANAGEMENT CONTROL (802)   |   | Weighting | Target     | Achieved | Score |
|                            | Black representation at Top-Management level  | 25        | 50.1%      | 0.00%    | 0.00  |
|                            | Bonus points: Black women representation at Top-Management  | 2         | 25%        | 0.00%    | 0.00  |
|                            |   | 27        |            |          | 0.00  |

| EMPLOYMENT EQUITY (803)  |   | Weighting | Target | Achieved | Score |
|--------------------------|---|-----------|--------|----------|-------|
|                          | Black employees of the measured entity who are Management as a percentage of all Management adjusted using the Adjusted Recognition for Gender* | 15        | 60%    | 0.00%    | 0.00  |
|                          | Black employees of the measured entity who are employees as a percentage of all employees adjusted using the Adjusted Recognition for Gender*   | 10        | 70%    | 43%      | 6.12  |
|                          | Bonus points for meeting or exceeding the EAP targets in each category  | 2         | No     |          | 0     |
|                          |   |           |        |          | 6.12  |
| SKILLS DEVELOPMENT (804) |   | Weighting | Target | Achieved | Score |
|                          | Adjusted skills development spend on learning programmes for black employees as a % of leviabile amount   | 25        | 2%     | 0.00%    | 0.00  |

**MAXFIN INC**  
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 Practice No: 901878

Tel: 0860 30 30 20 Fax: (011) 886 6715  
 400 Pine Avenue P O Box 3020  
 Ferndale, Randburg 2194 Randburg 2125

| PREFERENTIAL PROCUREMENT (805) |   | Weighting | Target | Achieved | Score |
|--------------------------------|---|-----------|--------|----------|-------|
|                                | BEE Procurement Spend from all Suppliers based on the BEE Procurement Recognition levels as a % of Total Measured Procurement Spend | 25        | 50%    | 38.81%   | 19.41 |

| ENTERPRISE DEVELOPMENT (806) |  | Weighting | Target | Achieved | Score |
|------------------------------|--|-----------|--------|----------|-------|
|                              | Average annual value of all Qualifying Contributions made by the ME as a % of the target | 25        | 2%     | 2.50%    | 25.00 |
|                              |  |           |        |          | 25.00 |

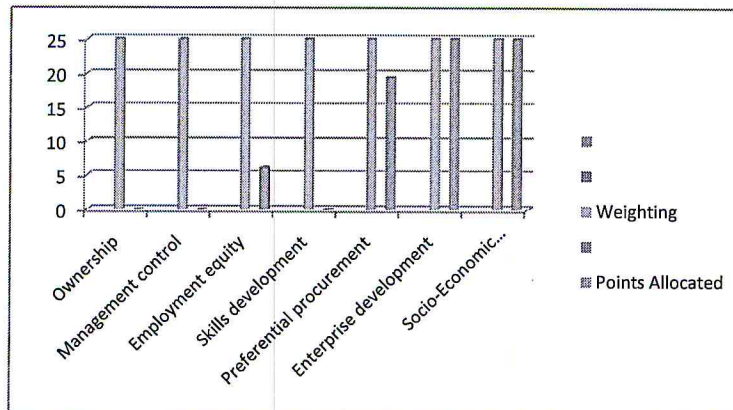
| SOCIO - ECONOMIC DEVELOPMENT |   | Weighting | Target | Achieved | Score |
|------------------------------|---|-----------|--------|----------|-------|
|                              | Average annual value of all Socio-Economic Development Contributions made by the ME as a % of the target. | 25        | 1%     | 2.07%    | 25.00 |
|                              |   |           |        |          | 25.00 |

**OVERALL SCORE**  
Value Adding Supplier

No points

| Points                    | BEE Status         | Procurement recognition level |
|---------------------------|--------------------|-------------------------------|
| 100 + points              | Level One          | 135%                          |
| 85 to 99.99 points        | Level Two          | 125%                          |
| <b>75 to 84.99 points</b> | <b>Level Three</b> | <b>110%</b>                   |
| 65 to 74.99 points        | Level Four         | 100%                          |
| 55 to 64.99 points        | Level Five         | 80%                           |
| 45 to 54.99 points        | Level six          | 60%                           |
| 40 to 44.99 points        | Level Seven        | 50%                           |
| 30 to 39.99 points%       | Level Eight        | 10%                           |
| < 30 points               | Non-Compliant      | 0%                            |

| Element                                  | Weighting                   | Points Allocated |
|--|-----------------------------|------------------|
| Ownership                                | 25                          | 0.00             |
| Management control                       | 25                          | 0.00             |
| Employment equity                        | 25                          | 6.12             |
| Skills development                       | 25                          | 0.00             |
| Preferential procurement                 | 25                          | 19.41            |
| Enterprise development                   | 25                          | 25.00            |
| Socio-Economic development contributions | 25                          | 25.00            |
| <b>TOTAL</b>                             | <b>4 out of the 7 = 100</b> | <b>75.53</b>     |



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# MaxFin

incorporated

400 Pine Avenue  
Ferndale  
2194

(Registration number: 2005/005585/21)  
**CHARTERED ACCOUNTANTS (S.A.)**  
**REGISTERED AUDITORS**  
(Practice number: 901878)  
IRBA Registration No: 646156B

P.O. Box 3020  
Randburg  
2125

Tel: 010 590 9300 Fax: (011) 886 6715 email: info@maxfin.biz

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**Name of measured entity: Grorap Auto Body 818 CC**  
**Certificate number: QSE/186/2014**  
**Expiry date: 07 July 2015**  
**B-BBEE Approved Registered Auditor: F.G Rossouw**  
**B-BBEE Approved Registered Auditor Registration No.: 646156B**

## **LIMITED ASSURANCE REPORT OF THE INDEPENDENT B-BBEE APPROVED REGISTERED AUDITOR.**

To the Directors of Grorap Auto Body 818 CC:

We have undertaken a limited assurance engagement on the B-BBEE Status as at 28 February 2014, as set out on page 1 of the Broad-Based Black Economic Empowerment ("B-BBEE") Verification Certificate of **Grorap Auto Body 818 CC** ( the certificate ), and the Scorecard. We clarify that our engagement is on the basis of information provided by management and may not be complete in all respects.

### **Directors' responsibility**

The directors are responsible for the preparation of the Scorecard and determining the B-BBEE status in accordance with the Codes of Good Practice on Black Economic Empowerment, gazetted on 9 February 2007 in terms of the Broad-Based Black Economic Empowerment Act of South Africa. The directors are also responsible for such internal control as management determines is necessary to enable the preparation of informal and the B-BBEE Scorecard that is free from material misstatement, whether due to fraud or error.

### **B-BBEE Approved Auditor's responsibility**

Our responsibility is to express a limited assurance conclusion on the B-BBEE Status reflected in the Certificate based on the procedures we have performed. We conducted our reasonable assurance engagement in accordance with the *South African Standard on Assurance Engagements (SASAE) 3002: Assurance Engagements on Broad Based Black Economic Empowerment (B-BBEE) Verification Certificates*. This standard requires us to comply with ethical requirements and to plan and perform this engagement to obtain reasonable assurance about whether the Certificate is free from material misstatement.

A limited assurance engagement with respect to a B-BBEE Verification Certificate involves performing procedures regarding the Scorecard and B-BBEE Status of the measured entity based on the criteria and requirements contained in the relevant Codes. The procedures performed depend on the assurance provider's judgement, but their nature is different from and the extent is less than that of a reasonable assurance engagement.

We believe that the evidence we have obtained in our limited assurance engagement is sufficient and appropriate to provide a basis for our conclusion.

**Name of measured entity: Grorap Auto Body 818 CC**  
**Certificate number: QSE/186/2014**  
**Expiry date: 07 July 2015**  
**B-BBEE Approved Registered Auditor: F.G Rossouw**  
**B-BBEE Approved Registered Auditor Registration No.: 646156B**

### **Summary of work performed**

Our work performed included:


- Obtaining an understanding of the measured entity and its environment and the underlying records sufficient to identify areas in the Scorecard where material misstatements are likely to arise, and to be able to design and perform procedures to address those areas;
- Inquiring of management and employees responsible for the preparation of the B-BBEE compliance information;
- Performing such additional procedures as we consider necessary to reduce the risk of material misstatement to a reasonably low level.
- Re-performing calculations to determine whether the scores reflected in the relevant Scorecard elements have been classified and determined in all material respects in accordance with the Codes of Good Practice.

### **Limited assurance conclusion**

Based on our procedures performed, nothing has come to our attention that causes us to believe that the B-BBEE Status reflected on the Certificate has not been determined, in all material respects, in accordance with the Codes of Good Practice on Black Economic Empowerment, gazetted on 9 February 2007 in terms of the Broad-Based Black Economic Empowerment Act of South Africa.

### **Restriction on liability**

Our engagement has been undertaken so that we might report to **Grorap Auto Body 818 CC** in accordance with the terms of our engagement. We do not accept or assume responsibility to anyone other than Grorap Auto Body 818 CC, for our work, for this report, or for the conclusion we have reached.

  
F.G Rossouw  
Sole B-BBEE approved registered Partner  
B-BBEE Approved Registered Auditor registration number: **646156B**

Date: 08 July 2014