



Stefanutti Stocks Holdings

Full restructuring process

StefStocks is one of the largest multi-disciplinary construction businesses in Southern Africa with annual revenues of c.R10bn. Metis and BSM acted as restructuring and corporate advisors to StefStocks, successfully raising R1.2bn of external debt, which is in the process of being repaid through the implementation of the restructuring plan.

Project Summary

Client	Stefanutti Stocks Holdings Limited
Structure & Presence	Head office South Africa - operations throughout Southern Africa and the UAE
Industry	Construction and Mining Services
Start Date	September 2019
End Date	Ongoing
Transaction Highlights	External debt of R1.2bn raised; in the process of disposing of c.R1bn of non-core assets and the collection of c.R500m of outstanding debts.

Overview of the entity / business:

- StefStocks is a JSE-listed entity and one of the largest construction businesses in Southern Africa, with revenues in excess of R10bn from predominantly construction and mining services.

High-level scope of services:

- Independent Business Review, followed by preparation of a detailed restructuring plan.
- Negotiations, restructuring and fund raising with Lender Group.
- Appointed to oversee full operational and financial restructuring of the entire StefStocks Group, including Dave Lake's appointment as the Chief Restructuring Officer.
- Responsibilities include management of the implementation of the restructuring plan, overseeing the operational restructuring process, managing lender engagements, disposal of non-core businesses, advising on termination of onerous contracts, etc.

Result:

- Restructuring plan successfully completed and approved by the Board of Directors and the lender group.
- Debt of R1.2bn successfully raised from external lenders.
- In process of disposing of non-core businesses and excess assets of c.R1bn, saving c.10,000 jobs.
- Have terminated / are busy terminating all major onerous contracts.