

Argent Industrial Limited
Registration number 1993/002054/06
(Incorporated in the Republic of South Africa)
Share code: ART ISIN code: ZAE000019188
('Argent' or 'the group' or 'the company')

ABRIDGED AUDITED ANNUAL CONSOLIDATED RESULTS FOR THE YEAR ENDED
31 MARCH 2023, DIVIDEND DECLARATION, NOTICE OF ANNUAL GENERAL MEETING AND
DISTRIBUTION OF ANNUAL REPORT

Financial Highlights

Profit for the year	R236 million
Earnings before interest, taxation, depreciation and amortisation 'EBITDA'	R360 million
Headline earnings per share	411.3 cents
Gearing	9.4%
Gearing - excluding IFRS 16	6.3%
Net asset value per share	2 683.6 cents
Final dividend per share	50 cents

The abridged audited financial statements are presented on a consolidated basis.

Consolidated Statement of Profit or Loss for the year ended 31 March	Audited	Audited
	2023	2022
	R 000	R 000
Revenue	2 459 359	2 432 702
Cost of sales	(1 813 066)	(1 820 366)
Gross profit	646 293	612 336
Other operating income	18 213	872
Movement in impairment of trade receivables	(1 963)	140
Other operating expenses	(358 185)	(349 089)
Operating profit before finance income and expense	304 358	264 259
Finance income	2 869	3 353
Finance expense	(14 466)	(15 003)
Profit before taxation	292 761	252 609
Taxation	(56 496)	(60 533)
Profit for the year	236 265	192 076
Attributable to owners of the		
- Parent	230 521	190 208
- Non-controlling interest	5 744	1 868
	236 265	192 076
Basic earnings per share (cents)	413.1	330.0
Diluted earnings per share (cents)	411.3	325.3
Headline earnings per share (cents)	411.3	339.2
Diluted headline earnings per share (cents)	409.5	334.3
Dividends per share (cents)	95.0	42.0

Supplementary information

Shares in issue (000)		
- at end of period excluding treasury shares	55 633	56 392
- at end of period including treasury shares	56 056	57 239
- weighted average	55 801	57 634
- diluted weighted average	56 051	58 477
Interest expense on lease liabilities (R 000)	4 997	7 544
Amortisation of intangibles (R 000)	369	322

Depreciation of right-of-use assets (R 000)	19 847	22 493
Depreciation of property, plant and equipment (R 000)	35 469	32 022

Reconciliation between earnings and headline earnings (R 000):

	2023 Gross	2023 Net	2022 Gross	2022 Net
Earnings attributable to ordinary shareholders		230 521		190 208
Adjusted for:				
(Profit)/loss on disposal of property, plant and equipment	(1 357)	(991)	7 316	5 268
Headline earnings attributable to ordinary shareholders	(1 357)	229 530	7 316	195 476

Consolidated Statement of other Comprehensive Income or Loss for the year ended 31 March	Audited 2023 R 000	Audited 2022 R 000
Profit for the period	236 265	192 076
Other comprehensive income for the period		
Items that may be reclassified subsequently to profit and loss		
Exchange differences on translating foreign operations	63 380	(9 473)
Items that will not be reclassified subsequently to profit and loss		
Revaluation of land and buildings	(1 393)	2 188
Tax effect of above transaction	182	(591)
Transfer of reserve to retained earnings	-	(1 183)
Total other comprehensive income for the year	298 434	183 017
Attributable to owners of the		
- Parent	292 690	181 149
- Non-controlling interest	5 744	1 868
	298 434	183 017

Consolidated Statement of Financial Position as at 31 March	Audited 2023 R 000	Audited 2022 R 000
ASSETS		
Property, plant and equipment	481 362	456 745
Intangible assets	3 143	2 896
Goodwill	274 710	248 459
Right-of-use assets	37 685	54 719
Long-term receivables	5 446	5 523
Deferred taxation	2 221	2 881
Non-current assets	804 567	771 223
Inventories	647 859	529 579
Trade and other receivables	451 318	477 647
Current portion of long-term receivables	523	762
Bank balance and cash	255 322	183 468
Current assets	1 355 022	1 191 456
Non-current assets held for sale	-	17 000

TOTAL ASSETS	2 159 589	1 979 679
EQUITY AND LIABILITIES		
Capital and reserves		
Stated capital and treasury shares	227 981	241 316
Reserves	59 754	(2 693)
Retained earnings	1 205 220	1 023 587
Attributable to owners of the parent	1 492 955	1 262 210
Non-controlling interest	20 038	15 187
Total shareholders' funds	1 512 993	1 277 397
Interest-bearing borrowings	66 224	83 779
Lease liabilities	29 470	40 708
Other liabilities	882	-
Deferred tax	59 775	56 610
Non-current liabilities	156 351	181 097
Trade and other payables	418 040	432 518
Bank overdraft	-	15 245
Current portion of interest-bearing borrowings	28 546	33 879
Current portion of lease liabilities	18 404	25 356
Taxation	25 255	14 187
Current liabilities	490 245	521 185
TOTAL EQUITY AND LIABILITIES	2 159 589	1 979 679
Net asset value per share (cents)	2 683.6	2 238.3

Abridged Consolidated Statement of Cash Flows for the year ended 31 March	Audited 2023	Audited 2022
	R 000	R 000

CASH FLOWS FROM OPERATING ACTIVITIES		
Cash generated from operations	267 064	181 973
Finance income	2 869	3 353
Finance expense	(14 466)	(15 003)
Dividend paid	(48 835)	-
Normal taxation paid	(43 092)	(57 335)
Net cash inflow from operating activities	163 540	112 988

CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(58 762)	(56 142)
Proceeds on disposal of property, plant and equipment	14 081	4 846
Acquisition of subsidiaries net of cash acquired	-	(48 697)
Share-based payments	1 957	5 505
Long-term receivables repaid	316	1 774
Net cash outflow from investing activities	(42 408)	(92 714)

CASH FLOWS FROM FINANCING ACTIVITIES		
Share buyback	(15 292)	(42 186)
Repayment of lease liabilities	(21 233)	(21 521)
Repayment of other liabilities	-	(13 893)

Proceeds from interest-bearing borrowings	13 029	12 470
Repayment of interest-bearing borrowings	(35 921)	(25 057)
Net cash outflow from financing activities	<u>(59 417)</u>	<u>(90 187)</u>
Net increase/(decrease)in cash and cash equivalents	61 715	(69 913)
Cash and cash equivalents at beginning of year	168 223	246 234
Exchange differences on cash and cash equivalents	25 384	(8 098)
Cash and cash equivalents at end of year	<u>255 322</u>	<u>168 223</u>

Consolidated Statement of Changes in Equity for the year ended 31 March 2023	Stated capital	Treasury shares	Employee share incentive reserve
	R 000	R 000	R 000
Balance at 31 March 2021	360 031	(82 034)	1 493
Share-based payments	-	5 505	520
Share buyback	(42 186)	-	-
Other comprehensive income	-	-	(1 183)
Profit for the year	-	-	-
Non-controlling interest - dividend	-	-	-
Balance at 31 March 2022	<u>317 845</u>	<u>(76 529)</u>	<u>830</u>
Share-based payments	-	1 957	278
Share buyback	(15 292)	-	-
Other comprehensive income	-	-	-
Profit for the year	-	-	-
Non-controlling interest - dividend	-	-	-
Non-controlling interest - deconsolidation	-	-	-
Dividends - current interim and prior final	-	-	-
Less dividend on treasury shares	-	-	-
Balance at 31 March 2023	<u>302 553</u>	<u>(74 572)</u>	<u>1 108</u>

Consolidated Statement of Changes in Equity for the year ended 31 March 2023 (continued)	Revaluation reserve	Foreign currency translation reserve	Retained earnings
	R 000	R 000	R 000
Balance at 31 March 2021	8 068	(3 715)	832 196
Share-based payments	-	-	-
Share buyback	-	-	-
Other comprehensive income	1 597	-	1 183
Profit for the year	-	(9 473)	190 208
Non-controlling interest - dividend	-	-	-
Balance at 31 March 2022	<u>9 665</u>	<u>(13 188)</u>	<u>1 023 587</u>
Share-based payments	-	-	-
Share buyback	-	-	-
Other comprehensive income	(1 211)	-	-
Profit for the year	-	63 380	230 521
Non-controlling interest - dividend	-	-	-
Non-controlling interest - deconsolidation	-	-	(53)
Dividends - current interim and prior final	-	-	(49 272)
Less dividend on treasury shares	-	-	437

Balance at 31 March 2023	8 454	50 192	1 205 220
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Consolidated Statement of Changes in Equity for the year ended 31 March 2023 (continued)	Total attributable to owners of the parent	Non-controlling interest	Total shareholders' funds
	R 000	R 000	R 000
Balance at 31 March 2021	1 116 039	17 369	1 133 408
Share-based payments	6 025	-	6 025
Share buyback	(42 186)	-	(42 186)
Other comprehensive income	1 597	-	1 597
Profit for the year	180 735	1 868	182 603
Non-controlling interest - dividend	-	(4 050)	(4 050)
Balance at 31 March 2022	1 262 210	15 187	1 277 397
Share-based payments	2 235	-	2 235
Share buyback	(15 292)	-	(15 292)
Other comprehensive income	(1 211)	-	(1 211)
Profit for the year	293 901	5 744	299 645
Non-controlling interest - dividend	-	(946)	(946)
Non-controlling interest - deconsolidation	(53)	53	-
Dividends - current interim and prior final	(49 272)	-	(49 272)
Less dividend on treasury shares	437	-	437
Balance at 31 March 2023	1 492 955	20 038	1 512 993

Segmental review	Manufacturing	Steel trading	Properties	Consolidated
	R 000	R 000	R 000	R 000
Business segments for the year ended 31 March 2023				
Revenue from external sales	1 807 214	651 268	877	2 459 359
Inter-segment sales	120 556	178 788	27 415	
Total revenue	1 927 770	830 056	28 292	
Profit before taxation	254 543	27 170	11 048	292 761
Taxation				(56 496)
Profit for the year				236 265
Segment assets	1 591 268	336 155	232 166	2 159 589
Segment liabilities	451 676	84 081	110 839	646 596
Capital expenditure	56 335	254	2 173	58 762
Depreciation / amortisation	33 653	2 185	-	35 838
Depreciation on right-of-use assets	9 508	10 339	-	19 847

Interest paid on lease liabilities	504	4 493	-	4 997
Finance income	7 222	(3 984)	(369)	2 869
Finance expense excluding lease liabilities	1 531	123	7 815	9 469

Segmental review (continued)	Manufacturing	Steel trading	Properties	Consolidated
	R 000	R 000	R 000	R 000
Business segments for the year ended 31 March 2022				
Revenue from external sales	1 552 922	877 813	1 967	2 432 702
Inter-segment sales	138 625	116 722	22 322	
Total revenue	1 691 547	994 535	24 289	
Profit before taxation	159 644	79 902	13 063	252 609
Taxation				(60 533)
Profit for the year				192 076
Segment assets	1 307 990	415 592	256 097	1 979 679
Segment liabilities	372 253	202 693	127 336	702 282
Capital expenditure	51 690	1 899	2 553	56 142
Depreciation / amortisation	30 313	2 031	-	32 344
Depreciation on right-of-use assets	12 154	10 339	-	22 493
Interest paid on lease liabilities	2 155	5 389	-	7 544
Finance income	3 487	(134)	-	3 353
Finance expense excluding lease liabilities	1 094	84	6 281	7 459

Segmental review (continued)	South Africa	Other regions	Consolidated
	R 000	R 000	R 000
Geographical segments for the year ended 31 March 2023			
Revenue from external sales	1 421 048	1 038 311	2 459 359
Profit before taxation	122 693	170 068	292 761
Taxation			(56 496)
Profit for the year			236 265
Segment assets	1 415 417	744 172	2 159 589
Segment liabilities	378 337	268 259	646 596
Capital expenditure	25 676	33 086	58 762
Depreciation / amortisation	18 722	17 116	35 838
Depreciation on right-of-use assets	11 863	7 984	19 847
Interest paid on lease liabilities	4 303	694	4 997
Finance income	2 246	623	2 869

Finance expense excluding lease liabilities	9 237	232	9 469
for the year ended 31 March 2022			
Revenue from external sales	1 551 852	880 850	2 432 702
Profit before taxation	146 781	105 828	252 609
Taxation			(60 533)
Profit for the year			192 076
Segment assets	1 476 425	503 254	1 979 679
Segment liabilities	515 333	186 949	702 282
Capital expenditure	19 168	36 974	56 142
Depreciation / amortisation	18 434	13 910	32 344
Depreciation on right-of-use assets	13 672	8 821	22 493
Interest paid on lease liabilities	6 587	957	7 544
Finance income	3 219	134	3 353
Finance expense excluding lease liabilities	6 939	520	7 459

Fair value measurement of financial instruments

Assets and liabilities measured at fair value in the statement of financial position are grouped into three levels of a fair value hierarchy.

The three levels are defined based on the observability of significant inputs to the measurement, as follows:

- Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities;
- Level 2: inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly; and
- Level 3: unobservable inputs for the asset or liability.

The following table sets out the group's assets and liabilities that are measured and recognised at fair value:

31 March 2023	Level 1	Level 2	Level 3	Total
	R 000	R 000	R 000	R 000
Recurring fair value measurements				
Financial assets:				
BEE minority shareholder loan	-	-	5 446	5 446
Total recurring financial assets	-	-	5 446	5 446
Non-financial assets:				
Land and buildings	-	-	272 043	272 043
Total recurring non-financial assets	-	-	272 043	272 043
Financial liabilities:				
Service benefits	-	-	882	882
Total recurring financial liabilities	-	-	882	882

31 March 2022	Level 1	Level 2	Level 3	Total
	R 000	R 000	R 000	R 000
Recurring fair value measurements				
Financial assets:				
BEE minority shareholder loan	-	-	5 026	5 026
Total recurring financial assets	-	-	5 026	5 026
Non-financial assets:				
Land and buildings	-	-	269 624	269 624
Total recurring non-financial assets	-	-	269 624	269 624
Non-recurring fair value measurements				
Land and buildings held for sale	-	-	17 000	17 000
Total non-recurring fair value measurements	-	-	17 000	17 000

There have been no transfers between Level 1 and Level 2 recurring fair value measurements during 2023 and 2022.

The group's policy is to recognise transfers into and out of the different fair value hierarchy levels at the date the event or change in circumstances that caused the transfer occurred.

Measurement of fair value of financial and non-financial instruments
The group's finance team performs valuations of financial items for financial reporting purposes, including Level 3 fair values, in consultation with third party valuation specialists for complex valuations. Valuation techniques are selected based on the characteristics of each instrument, with the overall objective of maximising the use of market-based information. The finance team reports directly to the financial director (FD) and to the audit and risk committee. Valuation processes and fair value changes are discussed among the audit and risk committee and the valuation team at least every year, in line with the group's reporting dates. The valuation techniques used for instruments categorised in Level 2 and 3 are described below.

Foreign currency forward contracts (Level 2)

The group's foreign currency forward contracts are not traded in active markets. These have been fair valued using observable forward exchange rates and interest rates corresponding to the maturity of the contract. The effects of non-observable inputs are not significant for foreign currency forward contracts.

BEE minority shareholder loan (Level 3)

The fair value of the loan was based on unobservable inputs. The fair value has been calculated by discounting the loan at a market related interest rate and with reference to the underlying value of the shares.

The reconciliation of the carrying amounts of financial assets classified within Level 3 is as follows:

	2023	2022
	R 000	R 000
Opening balance	5 026	8 656
Cash inflow	(946)	(4 050)
Recognised in profit or loss		
Fair value adjustment	1 366	420
<u>BEE minority shareholder loan</u>	<u>5 446</u>	<u>5 026</u>

Land and buildings (Level 3)

The group's land and buildings are estimated based on appraisals performed by the directors. The valuation processes and fair value changes are reviewed by the board of directors and audit and risk committee at each reporting date.

The fair values of the land and buildings is estimated using an income approach which capitalises the estimated rental income stream, net of projected operating costs, using a discount rate derived from market yields and take into account the type of property and the property's location.

The most significant inputs, all of which are unobservable, are the estimated rental value and the discount rate. The estimated fair value increases if the discount rates (market yields) decline. Rental base range is R36 to R70 per square metre (2022 - R31.40 to R63). Expense ratio range is from 14% to 30% (2022 - 10% to 38%).

A 1% increase or decrease in the discount rate will impact the fair value by R2.4 million (2022 - R2.9 million). A 1% increase or decrease in the rental rates will impact the fair value by R3.1 million (2022 - R2.1 million). The assumed discount rates applied for the future income streams range between 9.9% and 11.2% (2022 - 10.1% and 10.7%).

The reconciliation of the carrying amounts of non-financial assets classified within Level 3 is as follows:

	2023	2022
	R 000	R 000
Opening balance	269 624	282 871
Additions	2 244	5 952
Disposals	-	(3 304)
Reclassification to non-current assets held for sale	-	(17 000)
Recognised in other comprehensive income		
Exchange difference on translation of foreign operation	2 459	(225)
Change in fair value of land and buildings - reversal of revaluation surplus due to impairment	(1 393)	-
Revaluation	-	2 188
Recognised in profit or loss		
Depreciation	(891)	(858)
<u>Land and buildings</u>	<u>272 043</u>	<u>269 624</u>

Financial overview

Argent Industrial Limited is a South African group with both local and international manufacturing and commodity trading interests.

The group has businesses in South Africa (SA), the United Kingdom (UK), and the United States of America (USA) and actively exports its products to over 35 countries around the world.

Results

The group exceeded its objectives for the 2023 financial year by investing in stable, developed international markets, by further growing its export markets, through efficiently sourcing of commodities globally, recognising and rewarding entrepreneurial management in its operations and through the repurchase of its own shares.

The consolidated earnings after taxation attributable to owners increased to R230.5 million, up significantly from R190.2 million in 2022.

Headline earnings per share grew to 411.3 cents from 339.2 cents in 2022, calculated on the weighted average shares in issue over the financial year of 55.801 million shares.

The South African subsidiaries include, the trading companies, Phoenix Steel and Gammid, which both have trading and processing operations in the stainless, aluminium, and mild steel markets. The retail manufacturing companies are Xpanda, American Shutters, Jetmaster and Castor and Ladder which are strong brands locally and internationally. The industrial manufacturing companies are Hendor Mining, a manufacturer of underground mining scrapers, Koch's Cut and Supply, a specialist engineered steel jobbing shop, Pro Crane Services, manufacturers of industrial lifting equipment and Megamix, which is a concrete mixing and distribution company in the Western Cape, which also has a stone quarry located in Villiersdorp.

The UK subsidiaries comprise of a number of specialist manufacturing companies. Fuel Proof manufactures fuel storage solutions and offers rental options through Roll-Tec. Fluid Transfer International and Flofuel manufacture mobile fuel storage systems for the international aviation industry, as well as the maritime and vehicle industry. OSA Door Parts manufactures a range of industrial doors, Partington supplies retail material handling solutions and Cannock Gates supplies iron and wooden gate products for the consumer market.

The USA operation, New Joules Engineering, manufactures joule speed control retarder systems for classification rail yards.

The groups overseas operations have had an incredibly good year and are expected to run at similar levels given their current order book. Fuel Proof is currently expanding its production facility by a third to cater for the demand for larger vessels, fuel farms and transportable hydrogen storage units, as well as its fuel storage products having just launched in America. The aviation sector is awaking from its COVID slumber and Fluid Transfer and Flofuel continue to expand their presence in airports around the world with operational units located in 81 countries. The group's overseas stock levels have increased by R113 million, to R210 million due to increased sales volumes and exchange rate fluctuations. The expansion of Xpanda into the UK is ongoing, with further product additions planned in the form of Xpanda's version of the American Shutter product in February 2024. Xpanda has in addition managed to increase its exports into Australia, New Zealand and

Canada as well as increase its exposure in Africa and the Indian Ocean Islands.

The South African operational units have done well with the Groups brands leading the way in both consolidating their local positions and by increasing their export base. The amalgamation of Castor and Ladder and Toolroom is complete and working well. In addition, the group replaced the two CO2 Laser Cutter machines at Koch's Cut & Supply, with two new 6Kw & 10Kw Fibre Lasers.

Domestically the consequences of the perfect Fun Show put on by the current elected party has made an absolute mess of the SA markets and is the inspiration to place one's operations and production elsewhere in the world.

Prospects

The strategy is to increase our offshore exposure which will be achieved by acquisitions, expanding current operations and via exports.

The group's turnover by geographical segment location is as follows:

	South Africa	Other regions	Consolidated
	R 000	R 000	R 000
Revenue from external sales	1 421 048	1 038 311	2 459 359
Profit before taxation	122 693	170 068	292 761

The group's turnover by geographical location is as follows:

	2023	2022
	R 000	R 000
South Africa	1 421 048	1 551 852
Asia and Middle East	118 614	66 046
Australia and New Zealand	18 370	18 951
North America	62 694	51 485
South America	290	2
Rest of Africa	203 248	243 884
Rest of Europe	70 251	48 242
United Kingdom	564 844	452 240
Total revenue	2 459 359	2 432 702

The groups planned operational investments for Fluid Transfer, Flofuel and Partington in the UK are complete. The current expansion of Fuel Proof started on the 5 June 2023 and should be complete by January 2024.

We continue to examine high return on equity investment opportunities mostly in the United Kingdom, while being disciplined on valuation.

Share buybacks

Argent repurchased and deregistered 1 183 035 shares during the year at an average price of R12.93 and will continue with its share buyback programme.

Dividend

The directors have declared and approved a final gross dividend of 50 cents per share for the year ended 31 March 2023 from income reserves. Total ordinary dividends per share in respect of the financial year to 31 March 2023 therefore amounts to 95 cents (2022 - 42 cents).

The following dates will apply to the abovementioned final dividend:

Last day to trade cum dividend:	Tuesday, 18 July 2023
Trading ex-dividend commences:	Wednesday, 19 July 2023
Record date:	Friday, 21 July 2023
Dividend payment date:	Monday, 24 July 2023

Share certificates may not be dematerialised or re-materialised between Wednesday, 19 July 2023 and Friday, 21 July 2023, both days inclusive.

In determining the dividends tax of 20% to be withheld in terms of the Income Tax Act (No 58 of 1962), those shareholders who are not exempt from the dividend tax will therefore receive a dividend of 40 cents per share net of dividend tax. The company has 56 056 203 ordinary shares in issue as at 29 June 2023 and its income tax reference number is 9096/002/71/3.

Ordinary shareholders who hold dematerialised shares will have their accounts at their CSDP or broker credited/updated on Monday, 24 July 2023.

Basis of preparation

The abridged audited consolidated financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS), the presentation and disclosure requirements of IAS 34 - Interim Financial Reporting, the SAICA Financial Reporting Guides as issued by the Accounting Practices Committee, the Financial Reporting Pronouncements as issued by the Financial Reporting Standards Council and in compliance with the Companies Act of South Africa (No. 71 of 2008) and the Listing Requirements of the JSE Limited.

The results have been prepared in terms of IFRS on the historical cost basis, except for the revaluation of land and buildings and certain financial instruments which are carried at either fair value or amortised cost as appropriate. The abridged audited consolidated financial statements have been prepared under the supervision of the Financial Director, Ms SJ Cox CA(SA).

The accounting policies are consistent with those of the previous annual financial statements.

The adoption of improved, revised, or new standards and interpretations did not have any significant impact on the financial statements.

Going concern

No material uncertainties have been identified in relation to the ability of the company and group to remain going concerns for at least the next twelve months. The directors thus believe that the company and group are in a sound financial position and that they will continue to operate as going concerns for the foreseeable future.

As such, the financial statements have been prepared on the basis of accounting policies applicable to a going concern. This presumes the realisation of assets and settlement of liabilities, contingent liabilities and commitments will occur in the ordinary course of business.

Events after the reporting period

No material facts or circumstances have occurred between the accounting date and the date of this report.

Changes to the board

During the reporting period there were no changes to the board of directors.

Annual Report and Notice of Annual General Meeting

The company's annual report ("**the Annual Report**"), including the full audited consolidated financial statements of the company for the financial year ended 31 March 2023 and the notice of the annual general meeting of the company ("**Notice of AGM**"), has been distributed to shareholders today, 29 June 2023. The Annual Report is available on the company's website, <https://argent.co.za/wp-content/uploads/2023/06/annual-report-2023.pdf>.

Notice is hereby given that Argent's annual general meeting ("**AGM**") of shareholders will be held in the company's boardroom at First floor, Ridge 63, 8 Sinembe Crescent, La Lucia Ridge Office Estate, Umhlanga, on Friday, 18 August 2023 at 11:00 to transact the business as stated in the abovementioned notice of AGM.

The date on which shareholders must be recorded as such in the share register to be eligible to vote at the AGM is Friday, 11 August 2023, with the last day to trade being Monday, 7 August 2023.

Audit opinion

The auditors, BDO South Africa Inc. (Mrs G Bass as designated auditor), have audited the group's financial statements for the year ended 31 March 2023 and their unmodified audit report is available for inspection at the company's registered office.

These abridged results are extracted from audited information but are not in itself audited. The directors therefore take full responsibility for the preparation of the abridged results and that the financial information has been correctly extracted from the underlying financial statements.

The auditor's report does not necessarily cover all the information contained in this announcement. Shareholders are therefore advised that to obtain a full understanding of the nature of the auditor's work they should obtain a copy of that report together with the accompanying financial information from the registered office of the company.

On behalf of the board

TR Hendry CA (SA) Umhlanga Rocks
Chief Executive Officer 29 June 2023

Registered Office: First floor, Ridge 63,8 Sinembe Crescent,
La Lucia Ridge Office Estate,4019
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Auditors: BDO South Africa Inc. (Mrs G Bass as designated
auditor)

Sponsors: PSG Capital

Transfer Secretaries: JSE Investor Services

Company Secretary: Jaco Dauth

Directors: CD Angus (Independent Non-executive), PA Christofides (Independent Non-executive), Ms SJ Cox (Financial Director), TR Hendry (Chief Executive Officer), AF Litschka, K Mapasa (Independent Non-executive), T Scharrighuisen (Non-executive Chairman).