**STEFANUTTI STOCKS HOLDINGS LIMITED**
("Stefanutti Stocks" or "the company" or "the group")

(Registration number: 1996/003767/06)
(Share code: SSK ISIN: ZAE000123766)

# REVIEWED CONDENSED CONSOLIDATED RESULTS

## FOR THE 12 MONTHS ENDED 28 FEBRUARY 2022

- **Revenue R6,0 billion**
- **Cash at end of year R409 million**
- **Current order book R5,3 billion**

excellence in **execution**

## COMMENTARY

Shareholders are referred to the webcast and presentation relating to the reviewed condensed consolidated results for the 12 months ended 28 February 2022 which is available on the company's website: www.stefstocks.com. A physical copy can also be obtained at the company's registered office.

The links are https://stefanuttistocks.com/investors/interim-results-feb-2022/ and https://stefanuttistocks.com/investors/presentation-interim-results-feb-2022/

## GROUP PROFILE

Stefanutti Stocks operates throughout South Africa and Southern Africa with multi-disciplinary expertise including concrete structures, marine construction, piling, geotechnical services, roads and earthworks, bulk pipelines, material handling, tailings management, all forms of building works including affordable housing, mechanical, electrical and piping (MEP).

## RESTRUCTURING PLAN UPDATE

The group hereby provides shareholders with an update on the Restructuring Plan as reported in the Unaudited Condensed Consolidated Results of Stefanutti Stocks for the six months ended 31 August 2021 issued on 25 November 2021 and the SENS announcement issued on 1 March 2022.

As previously reported, the Restructuring Plan has been approved by both the company's board of directors and the Lenders and envisages, inter alia:

- the sale of non-core assets;
- the sale of underutilised plant and equipment;
- the sale of certain operations;
- internal restructuring initiatives required to restore optimal operational and financial performance;
- the securing of additional short-term funding of R430 million, of which R270 million related to the negative effects of the national lockdown in March/April 2020;
- a favourable outcome from the processes relating to the contractual claims and compensation events on the Kusile power project;
- the restructuring of the short-term funding received to date from the Lenders into a loan; and
- evaluation of an optimal business model going forward and associated capital structure analysis including the potential of raising new equity.

In accordance with the Restructuring Plan, the Lenders had provided the requisite funding and converted the short-term funding agreement into a short-term loan on 1 July 2020. The group, on 21 February 2022, reached an agreement with the Lenders to extend the current capital repayment profile of the loan as well as its duration to 28 February 2023.

The loan bears interest at prime plus 5,4%, including arranging and facility fees, and is secured by special and general notarial bonds over movable assets, continuous covering mortgage bonds over immovable assets and various cessions. The short-term and funding loans do not contain any financial covenants but rather impose certain information and general undertakings.

Following the receipt of the initial purchase consideration of R92 million relating to the disposal of Al Tayer Stocks LLC, a capital repayment of R45 million was made on 15 November 2021.

The slower than anticipated sale of certain operations, the non-implementation of the Material Handling and Tailings Management sub-divisions transaction and further delays in resolving contractual claims and compensation events on certain projects, resulted in capital loan repayments envisaged to commence from April 2022 not materialising. The group is currently in negotiations with the Lenders to extend the capital repayments of the loan to January and February 2023, with the residual loan balance remaining at approximately R420 million.

The Lenders have agreed to provide continued guarantee support for current and future projects being undertaken by the group. Management has made considerable progress in reconfiguring the group's organisational structure to improve operational performance and decrease overhead costs, including the reduction of the group's overall headcount. This is an ongoing process which continues as the various aspects of the Restructuring Plan are being implemented.

The purpose of the Restructuring Plan is to put in place an optimal capital structure and access to liquidity to position the group for long-term growth.

The Restructuring Plan is anticipated to be implemented over the financial year ending February 2023 and, to the extent required, shareholder approval will be sought for certain aspects of the Restructuring Plan. The group will continue to update shareholders on the progress of the various aspects of the Restructuring Plan.

The directors consider it appropriate that the group's results for the year be prepared on the going-concern basis, taking into consideration:

- the current order book;
- imminent project awards;
- continuing operations executing the group's order book profitably;
- the availability of short- and mid-term projects;
- reaching a favourable outcome on contractual claims and compensation events on certain projects;
- having converted the short-term funding agreement with the Lenders to a loan terminating on 28 February 2023;
- the assumption of a successful completion of current negotiations with the Lenders relating to the extension of capital repayments of the loan to January and February 2023;
- continued support from the Lenders; and
- successfully implementing the Restructuring Plan.

The funding provided by the Lenders has assisted with the group's liquidity, even though total liabilities continue to exceed total assets at 28 February 2022. The group believes it remains commercially solvent based on the cashflow projections included in the Restructuring Plan. However, uncertainties surrounding the contingent liabilities as noted in note 26 of the group's Consolidated Annual Financial Statements for the year ended 28 February 2021, continue to indicate that a material uncertainty exists that may cast doubt on the group's ability to continue as a going concern in the short term.

## KUSILE POWER PROJECT UPDATE

As previously highlighted to shareholders in numerous announcements and updates since late 2018, the group continues to pursue a number of contractual claims and compensation events on the Kusile power project. Due to the complexity of the claims, the processes remain ongoing. No further details of the claims have been disclosed on the basis that it may prejudice the group's position in defending the claims brought against it and in pursuing those claims brought against Eskom by the group.

## COVID-19, JULY 2021 CIVIL UNREST, RUSSIAN AND UKRAINE CONFLICT

Stefanutti Stocks' priority continues to be the health and safety of its employees. The management of the group remains committed to supporting the initiatives that the governments have implemented with respect to the COVID-19 pandemic in the various countries in which the group operates. Importantly, Stefanutti Stocks continues to adhere to the required protocols and maintains a close working relationship with clients and key stakeholders to mitigate the impact of COVID-19 and reduce the long-term effects on its business.

The July 2021 civil unrest in Gauteng and KwaZulu-Natal negatively impacted the Inland and Coastal Regions, resulting in some property damage and time delays on 17 projects where work had to be stopped. The total value amounted to R22 million, of which 70% was recovered from the group's insurers and 11 % from clients.

The impact the Russian and Ukraine conflict will have on global growth and investor confidence, indirectly impacting the group's operations, will be closely monitored. The direct impact of the conflict on the group is deemed immaterial as its projects and clients are based within South Africa and Southern Africa.

## OVERVIEW OF RESULTS

A number of non-core assets, underutilised plant and equipment and identified operations earmarked for sale have been reclassified in terms of IFRS 5: Non-current Assets Held for Sale and Discontinued Operations. Current market conditions, impacted by COVID-19, resulted in the delay of these disposals. The group remains committed to the sale processes as envisaged in the Restructuring Plan.

**Non-current Assets Held for Sale**

The following items of property, plant and equipment are classified as non-current assets held for sale:

| Property, plant and equipment | Regions | Non-current assets held for sale R'000 |
|---|---|---|
| Land and buildings | Inland & MEP | 31 293 |
| Transport and motor vehicles | Inland | 167 |
| Plant and equipment | Inland, Coastal & Western Cape | 74 790 |
| | | 106 250 |

The fair value of an equity accounted investee of R7,2 million is also included within non-current assets held for sale.

**Discontinued Operations and Disposal Groups**

In line with the Restructuring Plan, the group has initiated a disposal programme to sell certain operations which have accordingly been classified as discontinued operations. These disposals, including certain foreign operations, are expected to be concluded within the next 12 months.

Shareholders are referred to the announcement released on 23 August 2021 advising that not all conditions precedent relating to the sale of the Material Handling and Tailings Management disciplines had been fulfilled or waived and consequently the disposal could not be implemented. These disciplines have been retained and therefore, reclassified as part of continuing operations.

The Contract Mining discipline has been wound down from October 2021 and has subsequently been classified as a discontinued operation.

Due to these changes, the comparative period has been restated in the Statement of Profit or Loss and Other Comprehensive Income. The reclassification of disposal groups and their reserves impacted the Statement of Changes in Equity which has also been restated.

The disposal of Al Tayer Stocks LLC remains conditional, even though the initial purchase consideration of R92 million was received. The carrying value of R168 million is classified as part of non-current assets held for sale, after recognising a fair value adjustment of R76 million. Al Tayer Stocks LLC is included within discontinued operations as it represents a geographical area in which the group operated.

A fair value adjustment of R62 million was recognised relating to the foreign operation held for sale.

The financial performance, reportable assets and reportable liabilities are presented within the Africa, Coastal and Inland Regions, as well as Al Tayer Stocks LLC which is disclosed as a reconciling segment. Financial information relating to the discontinued operations and disposal groups can be found in the notes.

**Continuing operations**

Contract revenue from continuing operations increased to R6,0 billion (restated Feb 2021: R4,7 billion) with an operating loss of R99 million (restated Feb 2021: R55 million).

The following costs are included within operating profit:

- Restructuring costs and abnormal legal fees of R115 million (Feb 2021: R126 million).
- Fair value adjustment of R15 million relating to a property held for sale (Feb 2021: R8 million).
- Fair value adjustment of R12 million relating to plant and equipment held for sale (Feb 2021: R2 million).
- In line with group policy, land and buildings are independently valued every five years. Based on these valuations certain properties have decreased in value resulting in an impairment of R21 million.
- The group is required to test goodwill for impairment at each reporting period or when there is an indicator of impairment. Based on tests performed, goodwill attributable to the Stocks Limited acquisition and Mining Services discipline of R84 million and R22 million respectively has been impaired (Feb 2021: R26 million).
- Subsequent to year-end, a settlement was reached with the City of Cape Town regarding the civil claim received. A liability of R28 million was raised at year end.

Excluding the restructuring costs, fair value adjustments and impairments, the operating profit would have been R198 million (Feb 2021: R107 million).

The group has not provided for a deferred tax asset on the losses pertaining to the South African trading entity. Furthermore, the tax charge is impacted by the profitability of the cross-border operations at their varying tax rates.

The after tax loss for continuing operations is R264 million (restated Feb 2021: R236 million).

Earnings and headline earnings per share for total operations are reported as a loss of 248,27 cents (Feb 2021: 171,62 cents) and a loss of 97,07 cents (Feb 2021: 155,13 cents) respectively.

The group's order book is currently R5,3 billion of which R1,7 billion arises from work beyond South Africa's borders.

Total interest-bearing liabilities reduced by R102 million from R1 553 million reported at February 2021 to R1 451 million, resulting in a reduction in finance costs to R113 million (restated Feb 2021: R115 million). Interest paid on the loan amounted to R97 million for the year (Feb 2021: R92 million).

Cash consumed from operations is R253 million, negatively impacted by the restructuring costs, abnormal legal fees and the repayment of excess billings over work done (Feb 2021: R209 million). As a result thereof, the group's total cash position has decreased to R409 million (Feb 2021: R756 million).

**Review of operations**

As part of the internal restructuring initiatives to restore optimal operational and financial performance, as set out in the Restructuring Plan, the group has reorganised its operations into regions, with the exception of the Mechanical & Electrical (M&E) business, effective 1 March 2021. The regions are reported as Inland, Coastal, Western Cape and Africa. The Mechanical & Electrical business has been renamed to Mechanical Electrical Piping (MEP).

**Inland Region (Building, Civils, Geotechnical, Material Handling, Tailings Management, Roads & Earthworks)**

Inland's contract revenue from operations is R2,0 billion (restated Feb 2021: R1,7 billion) with an operating profit of R86 million (restated Feb 2021: R26 million). Included within operating profit is an impairment of R21 million (Feb 2021: Nil) and fair value adjustments of R11 million (Feb 2021: R8 million) relating to the revaluation of Land and Buildings and Plant and Equipment respectively. Excluding these adjustments, the operating profit is R118 million (restated Feb 2021: R34 million).

The Civils and Roads & Earthworks disciplines are profitable and performing to expectation.

The former Gauteng Building division, now forming part of the Inland Region, has been right sized and refocused due to a declining orderbook.

The results of the Material Handling and Tailings Management disciplines were negatively impacted by the sale process. As reported the sale did not materialise and the group is refocusing these operations and rebuilding their order book.

The Contract Mining discipline was wound down in October 2021 and is disclosed as part of discontinued operations.

Opportunities exist for this region in transport infrastructure, water and wastewater treatment plants, mine infrastructure, renewable energy and geotechnical sectors.

As previously reported, with respect to two contract mining project terminations:

- one project has been amicably settled with the client; and
- the other is proceeding to arbitration. The group is confident that the termination was lawful and therefore no provision has been made. This arbitration is expected to be completed in the following financial year.

Inland's order book at February 2022 was R2,2 billion (restated Feb 2021: R2 billion).

**Coastal Region (Building, Civils, Roads & Earthworks, Marine)**

The Coastal Region's contract revenue from operations is R1,0 billion (restated Feb 2021: R935 million) with an operating profit of R3 million, negatively impacted by the civil unrest during July 2021 (restated Feb 2021: R7 million operating loss).

Opportunities exist for this region in transport infrastructure, water and wastewater treatment plants, and in the private sector commercial, retail and industrial projects.

Coastal's order book at February 2022 was R1,1 billion (restated Feb 2021: R741 million).

**Western Cape Region (Building, Civils)**

Western Cape's contract revenue is R1,1 billion (restated Feb 2021: R535 million) with an operating profit of R54 million (restated Feb 2021: R4 million).

The building discipline outperformed, exceeding expectation.

Opportunities exist for this region in water and wastewater treatment plants, framework agreements, and in the private sector commercial, residential, retail, industrial plants, warehouses and data centres.

Western Cape's order book at February 2022 was R658 million (restated Feb 2021: R910 million).

**Africa Region (Multi-disciplinary services in Botswana, Eswatini, Zambia)**

The Africa Region's contract revenue is R1,6 billion (restated Feb 2021: R1,2 billion) with an operating profit of R102 million (restated Feb 2021: R73 million).

The Eswatini operation outperformed and exceeded expectation, with Zambia and Botswana operating profitably.

Opportunities exist for this region in transport infrastructure, water and wastewater treatment plants, pipelines, dams, strategic fuel farms, and in the private sector commercial, retail, office, leisure, warehouses, mine infrastructure, renewable energy and industrial projects.

Africa's order book at February 2022 was R1,1 billion (restated Feb 2021: R2 billion).

**Mechanical Electrical Piping (MEP) (Mechanical, Electrical & Instrumentation, Oil & Gas)**

MEP's contract revenue is R307 million (Feb 2021: R270 million) with an operating loss of R78 million (Feb 2021: R64 million). Included in this result is a fair value adjustment of R15 million relating to a property held for sale. This business has been severely impacted by the effects the COVID-19 pandemic had on global commodity prices resulting in major plant maintenance and upgrade projects being delayed. However, opportunities in the traditional petrochemical sector for the Oil & Gas discipline are showing signs of improvement.

Opportunities exist for this business in renewable energy, industrial projects, clean fuels, tank farms, data centres, mining infrastructure and plant upgrades, shutdowns and maintenance.

The arbitration matter relating to the cancellation of a petrochemical contract had to be postponed due to a fundamental change in the client's defence. A date for the arbitration is yet to be set. At this stage the financial impact thereof cannot be quantified.

As previously reported, with respect to the mechanical project termination, the arbitration process is expected to be completed by February 2023. The group is confident that the termination was lawful and therefore no provision has been made.

MEP's total order book at February 2022 was R93 million (Feb 2021: R136 million).

**Safety**

Management and staff remain committed to the group's health and safety policies and procedures, and together strive to constantly improve the group's safety performance. The group's Lost Time Injury Frequency Rate (LTIFR) at February 2022 was 0,03 (Feb 2021: 0,03) and the Recordable Case Rate (RCR) was 0,28 (Feb 2021: 0,35).

**Broad-Based Black Economic Empowerment (B-BBEE)**

The group is a level 1 B-BBEE contributor measured in terms of the Construction Sector scorecard with a Black Economic Interest score of 64,28%.

**Industry related matters**

The group continues to be negatively affected through disruptive and unlawful activities by certain communities and informal business forums in several areas of South Africa.

**Dividend declaration**

Notice is hereby given that no dividend will be declared (Feb 2021: Nil).

**Subsequent events**

With respect to the civil claim received from the City of Cape Town (Green Point Stadium), the parties to the civil claim being the City of Cape Town and WBHO Construction (Pty) Ltd, Aveng Africa (Pty) Ltd and Stefanutti Stocks ("the Contractors") remain confident of their respective legal positions. However, the parties have mutually agreed that it is in the best interests of all to amicably settle the matter rather than prolong an extended and costly arbitration and court process. This will allow for future positive engagements between the City of Cape Town and the Contractors.

The settlement includes an annual payment of R10,5 million by each Contractor over the next three years, and a commitment to Corporate Social Investment projects in the Cape Town district by WBHO Construction (Pty) Ltd and Stefanutti Stocks.

Subsequent to year-end, the group received a non-binding offer of USD13,5 million to purchase a foreign entity. Negotiations are ongoing and no terms have been agreed. The foreign entity is classified as held for sale, and the fair value of its assets and liabilities is based on an orderly transaction between market participants at the reporting date under current market conditions.

The recent flooding in KwaZulu-Natal impacted one project in the Coastal Region. An insurance claim will be submitted for damages incurred of approximately R20 million.

Other than the matters noted herein, there were no other material reportable events which occurred between the reporting date and the date of this announcement.

**Appreciation**

We would like to express our appreciation to the board, the management team and all of our employees for their continuous commitment and dedication in this demanding environment. We also express our gratitude to our Lenders, service providers, customers, suppliers and shareholders for their ongoing support.

On behalf of the board

| | |
|---|---|
| **Zanele Matlala** | **Russell Crawford** |
| *Chairman* | *Chief Executive Officer* |

## CONDENSED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

| | % Increase/ (Decrease) | Reviewed 12 months ended 28 February 2022 R'000 | Restated* 12 months ended 28 February 2021 R'000 |
|---|---|---|---|
| **Continuing operations** | | | |
| Contract revenue | 27% | **5 968 484** | 4 691 759 |
| **Earnings before interest, taxation, depreciation and amortisation (EBITDA)** | 100% | **109 750** | 54 891 |
| Depreciation and amortisation | | **(54 275)** | (73 741) |
| Fair value adjustments | | **(26 903)** | (28 145) |
| Impairment of assets | | **(127 478)** | (7 858) |
| **Operating loss before investment income** | (80%) | **(98 906)** | (54 853) |
| Investment income | | **19 001** | 28 430 |
| Share of profits/(losses) of equity-accounted investees | | **8 958** | (1 323) |
| **Operating loss before finance costs** | | **(70 947)** | (27 746) |
| Finance costs | | **(112 882)** | (115 289) |
| **Loss before taxation** | | **(183 829)** | (143 035) |
| Taxation | 14% | **(79 913)** | (93 387) |
| **Loss for the year** | | **(263 742)** | (236 422) |
| Loss after tax for the period from discontinued operations | | **(151 466)** | (53 760) |
| **Loss for the year** | | **(415 208)** | (290 182) |
| **Other comprehensive income** | | **(27 379)** | (68 916) |
| Exchange differences on translation of foreign operations (may be reclassified to profit/(loss))–Continuing operations | | **(34 292)** | (17 862) |
| Exchange differences on translation of foreign operations (may be reclassified to profit/(loss))–Discontinued operations | | **8 002** | (43 731) |
| Revaluation of land and buildings (may not be reclassified to profit/(loss)) –Continuing operations | | **(676)** | – |
| Impairment losses recognised on re-valued assets (may not be reclassified to profit/(loss)) –Continuing operations | | **(413)** | (27 549) |
| Reclassification of foreign currency translation reserve on disposal of foreign subsidiary | | **–** | 20 226 |
| Total comprehensive income | | **(442 587)** | (359 098) |
| **Loss attributable to:** | | | |
| Equity holders of the company | | **(415 208)** | (287 027) |
| Loss for the period from continuing operations | | **(263 742)** | (236 422) |
| Loss for the period from discontinued operations | | **(151 466)** | (50 605) |
| Non-controlling interest | | **–** | (3 155) |
| Loss for the period from continuing operations | | **–** | – |
| Loss for the period from discontinued operations | | **–** | (3 155) |
| | | **(415 208)** | (290 182) |
| **Total comprehensive income attributable to:** | | | |
| Equity holders of the company | | **(442 587)** | (352 941) |
| Loss for the period from continuing operations | | **(299 123)** | (269 106) |
| Loss for the period from discontinued operations | | **(143 464)** | (83 835) |
| Non-controlling interest | | **–** | (6 157) |
| Loss for the period from continuing operations | | **–** | – |
| Loss for the period from discontinued operations | | **–** | (6 157) |
| | | **(442 587)** | (359 098) |
| Earnings and diluted earning per share (cents) | | | |
| Continuing operations | (12%) | **(157,70)** | (141,36) |
| Discontinued operations | (199%) | **(90,57)** | (30,26) |
| Total operations | (45%) | **(248,27)** | (171,62) |

* *The information has been restated for the changes between continuing and discontinued operations as explained in the Commentary.*

## CONDENSED STATEMENT OF FINANCIAL POSITION

| | **Reviewed 28 February 2022 R'000** | Audited 28 February 2021 R'000 |
|---|---|---|
| **ASSETS** | | |
| **Non-current assets** | **983 198** | 1 211 650 |
| Property, plant and equipment | **466 337** | 608 411 |
| Equity-accounted investees | **27 405** | 25 703 |
| Goodwill | **272 376** | 345 664 |
| Deferred tax assets | **217 080** | 231 872 |
| **Current assets** | **2 912 826** | 3 148 139 |
| Other current assets | **2 411 785** | 2 285 196 |
| Taxation | **72 818** | 89 171 |
| Bank balances | **428 223** | 773 772 |
| Non-current assets held for sale and disposal groups | **700 938** | 1 053 068 |
| **Total assets** | **4 596 962** | 5 412 857 |
| **EQUITY AND LIABILITIES** | | |
| **Capital and reserves** | **(90 019)** | 352 568 |
| Share capital and premium | **1 007 718** | 1 007 718 |
| Other reserves | **126 819** | 154 198 |
| Accumulated loss | **(1 224 556)** | (809 348) |
| **Non-current liabilities** | **133 639** | 269 703 |
| Other financial liabilities | **133 639** | 182 821 |
| Excess billings over work done | **–** | 46 506 |
| Provisions | **–** | 40 376 |
| **Current liabilities** | **4 375 114** | 4 505 859 |
| Other current liabilities** | **2 755 556** | 2 651 350 |
| Excess billings over work done | **909 550** | 1 205 771 |
| Provisions | **598 216** | 551 512 |
| Taxation | **92 896** | 79 092 |
| Bank balances | **18 896** | 18 134 |
| Liabilities associated with the disposal groups held for sale*** | **178 228** | 284 727 |
| **Total equity and liabilities** | **4 596 962** | 5 412 857 |
| ** including interest-bearing liabilities of | **1 298 485** | 1 352 478 |
| *** including interest-bearing liabilities of | **461** | 32 920 |

## CONDENSED STATEMENT OF CHANGES IN EQUITY

| | Share capital and premium R'000 | Foreign currency translation reserve R'000 | Revaluation surplus reserve R'000 | Legal reserve R'000 | Reserve of disposal group held for sale R'000 | Accumulated loss R'000 | Attributable to equity holders of the company R'000 | Non-controlling interest R'000 | Total equity R'000 |
|---|---|---|---|---|---|---|---|---|---|
| **Balance at 29 February 2020 audited** | 1 007 718 | 114 732 | 112 939 | 764 | – | (506 249) | 729 904 | (18 238) | 711 666 |
| Total comprehensive income | – | (5 135) | (27 549) | – | (33 230) | (287 027) | (352 941) | (6 157) | (359 098) |
| Loss for the year | – | – | – | – | – | (287 027) | (287 027) | (3 155) | (290 182) |
| Other comprehensive income | – | (5 135) | (27 549) | – | (33 230) | – | (65 914) | (3 002) | (68 916) |
| Realisation of revaluation reserve on sale of land and buildings | – | – | (8 323) | – | – | 8 323 | – | – | – |
| Discontinued operations | – | (82 107) | (55 939) | – | 138 046 | – | – | – | – |
| Disposal of non-controlling interest | – | – | – | – | – | (24 395) | (24 395) | 24 395 | – |
| **Balance at 28 February 2021 restated*** | **1 007 718** | **27 490** | **21 128** | **764** | **104 816** | **(809 348)** | **352 568** | **–** | **352 568** |
| Total comprehensive income | **–** | **(34 292)** | **(1 089)** | **–** | **8 002** | **(415 208)** | **(442 587)** | **–** | **(442 587)** |
| Loss for the year | **–** | **–** | **–** | **–** | **–** | **(415 208)** | **(415 208)** | **–** | **(415 208)** |
| Other comprehensive income | **–** | **(34 292)** | **(1 089)** | **–** | **8 002** | **–** | **(27 379)** | **–** | **(27 379)** |
| **Balance at 28 February 2022 reviewed** | **1 007 718** | **(6 802)** | **20 039** | **764** | **112 818** | **(1 224 556)** | **(90 019)** | **–** | **(90 019)** |

** The information has been restated for the changes between continuing and discontinued operations as explained in the Commentary.*

## CONDENSED STATEMENT OF CASH FLOWS

| | **Reviewed 12 months ended 28 February 2022 R'000** | Audited 12 months ended 28 February 2021 R'000 |
|---|---|---|
| Cash consumed by operations | **(253 074)** | (209 145) |
| Investment income | **19 380** | 31 718 |
| Finance costs | **(115 920)** | (117 711) |
| Dividends received | **896** | 1 565 |
| Taxation paid | **(54 809)** | (69 872) |
| **Cash flows from operating activities** | **(403 527)** | (363 445) |
| Proceeds received | **175 988** | 153 937 |
| Expenditure for expansion | **(1 201)** | (4 252) |
| Expenditure for maintaining | **(18 475)** | (14 205) |
| Proceeds on disposal of joint operations and subsidiaries | **–** | 123 807 |
| Net cash outflow due to business combinations | **–** | (3 187) |
| **Cash flows from investing activities** | **156 312** | 256 100 |
| Repayment of long-term financing | **(163 905)** | (213 585) |
| Repayment of short-term financing | **(10 245)** | (71 268) |
| Proceeds from long-term financing | **–** | 5 000 |
| Proceeds from short-term financing | **–** | 510 014 |
| **Cash flows from financing activities** | **(174 150)** | 230 161 |
| **Net decrease in cash for the year** | **(421 365)** | 122 816 |
| Cash at the beginning of the year | **755 638** | 740 513 |
| Cash at the beginning of the year – discontinued operations | **91 628** | – |
| Less: Cash at the end of the year – discontinued operations | **(24 499)** | (91 628) |
| Effect of exchange rate changes on cash and cash equivalents | **7 925** | (16 063) |
| **Cash and cash equivalents at the end of the year** | **409 327** | 755 638 |

# NOTES

## BASIS OF PREPARATION AND ACCOUNTING POLICIES

The reviewed condensed consolidated results for the year ended 28 February 2022 (results and/or reporting period) have been prepared in accordance with framework concepts and the measurement and recognition requirements of International Financial Reporting Standards (IFRS), the SAICA Financial Reporting Guides, as issued by the Accounting Practices Committee and the Financial Reporting Pronouncements issued by the Financial Reporting Standards Council. The report contains the information required by International Accounting Standard IAS 34: Interim Financial Reporting and is in compliance with the Listings Requirements of the JSE Limited and the requirements of the South African Companies Act 71 of 2008. The accounting policies as well as the methods of computation used in the preparation of the results for the period ended 28 February 2022 are in terms of IFRS and are consistent with those applied in the audited annual financial statements for the year ended 28 February 2021.

The results are presented in Rand, which is Stefanutti Stocks' functional currency.

The company's directors are responsible for the preparation and fair presentation of the results which have been compiled under the supervision of the Chief Financial Officer, Y du Plessis, CA(SA).

## GOING CONCERN

The directors consider it appropriate that the group's results for the reporting period be prepared on the going-concern basis, taking into consideration:

- the current order book;
- imminent project awards;
- continuing operations executing the group's order book profitably;
- the availability of short- and mid-term projects;
- reaching a favourable outcome on contractual claims and compensation events on certain projects;
- having converted the short-term funding agreement with the Lenders to a short-term loan terminating on 28 February 2023;
- the assumption of a successful completion of current negotiations with the Lenders with regard to the extension of the capital repayments to January and February 2023;
- continued support from the Lenders; and
- successfully implementing the Restructuring Plan.

## AUDITORS' REVIEW

These reviewed condensed consolidated results for the year ended 28 February 2022 have been reviewed by the group's auditors, Mazars. Their unmodified review conclusion is available for inspection at the company's registered office. The auditor's conclusion contained the following emphases of matter: We draw attention to the disclosure included in this announcement, which indicates that the group incurred a net loss of R415 million for the year ended 28 February 2022 and, as of that date, the group's current liabilities exceeded its current assets by R1 462 million, and as of that date, the group's total liabilities exceed its total assets by R90 million. The group had an accumulated loss of R1 225 million.

As disclosed, these events and conditions, along with other matters as noted, including the uncertainties surrounding the contingent liabilities, indicate that a material uncertainty exists that may cast significant doubt with respect to the group's ability to continue as a going concern. In order to address these issues, the group has implemented a restructuring plan of which further details regarding its implementation are disclosed in the "Restructuring Plan Update" section. Based on the successful implementation of the Restructuring Plan, the directors consider it appropriate that the group's condensed consolidated results be prepared on the going-concern basis. Therefore, our opinion is not modified in respect of this matter.

## HEADLINE EARNINGS RECONCILIATION

| | | Continuing operations | | Discontinued operations | | Total operations | |
|---|---|---|---|---|---|---|---|
| | | **28 Feb 2022 R'000** | 28 Feb 2021* R'000 | **28 Feb 2022 R'000** | 28 Feb 2021* R'000 | **28 Feb 2022 R'000** | 28 Feb 2021* R'000 |
| Loss after taxation attributable to equity holders of the company | | **(263 742)** | (236 422) | **(151 466)** | (50 605) | **(415 208)** | (287 027) |
| Adjusted for: | | | | **–** | – | | |
| (Profit)/loss on disposal of plant and equipment | | **(11 578)** | (8 520) | **1** | (17 768) | **(11 577)** | (26 288) |
| Gain on disposal of non-current assets held for sale | | **(3 322)** | (2 094) | **(24 692)** | (6 054) | **(28 014)** | (8 148) |
| Fair value adjustments | | **26 138** | 28 145 | **137 958** | 3 884 | **164 096** | 32 029 |
| (Profit)/loss on disposal of subsidiary | | **–** | (507) | **–** | 2 200 | **–** | 1 693 |
| Reversal of gain previously recognised on disposal of subsidiary | | **507** | – | **–** | – | **507** | – |
| Profit on sale of joint operation | | **–** | (53 887) | **–** | – | **–** | (53 887) |
| Impairment of goodwill | | **106 111** | – | **–** | – | **106 111** | – |
| Impairment of equity-accounted investees | | **342** | 58 533 | **–** | – | **342** | 58 533 |
| Impairment of property, plant and equipment | | **21 367** | 7 858 | **–** | 7 279 | **21 367** | 15 137 |
| Net tax effects | | **(6 748)** | 3 082 | **6 774** | 5 426 | **26** | 8 508 |
| **Headline earnings** | | **(130 925)** | (203 812) | **(31 425)** | (55 638) | **(162 350)** | (259 450) |

* *The information has been restated for the changes between continuing and discontinued operations as explained in the Commentary.*

| | | | | | | | |
|---|---|---|---|---|---|---|---|
| Number of diluted weighted average shares in issue | | **167 243 684** | 167 243 684 | **167 243 684** | 167 243 684 | **167 243 684** | 167 243 684 |
| Earnings and diluted earnings per share (cents) | (12%) | **(157,70)** | (141,36) | **(90,57)** | (30,26) | **(248,27)** | (171,62) |
| Headline earnings and diluted headline earnings per share (cents) | 36% | **(78,28)** | (121,87) | **(18,79)** | (33,27) | **(97,07)** | (155,13) |

## NET ASSET VALUE

| | **Reviewed 28 February 2022 R'000** | Audited 28 February 2021 R'000 |
|---|---|---|
| Total number of net shares in issue | **167 243 684** | 167 243 684 |
| Net asset value per share (cents) | **(53,83)** | 210,81 |
| Net tangible asset value per share (cents) | **(216,69)** | 4,13 |

## CONDENSED SEGMENT INFORMATION

| **28 February 2022 (reviewed)** | **Inland R'000** | **Coastal R'000** | **Western Cape R'000** | **Africa R'000** | **MEP R'000** | **Reconciling segments^ R'000** | **Total R'000** |
|---|---|---|---|---|---|---|---|
| Contract revenue | **1 986 971** | **1 012 831** | **1 065 930** | **1 595 346** | **307 406** | **–** | **5 968 484** |
| Intersegment contract revenue | **1 506** | **716** | **2 343** | **–** | **17 938** | **–** | **22 503** |
| Reportable segment profit/(loss) – Continuing operations | **86 050** | **3 439** | **54 058** | **102 433** | **(78 187)** | **(266 699)^^** | **(98 906)** |
| Reportable segment profit/(loss) – Discontinued operations | **(3 316)** | **(1 094)** | **–** | **(54 360)** | **–** | **(75 603)** | **(134 373)** |
| Reportable segment assets | **1 364 608** | **485 063** | **149 490** | **1 703 701** | **344 606** | **549 494** | **4 596 962** |
| Reportable segment liabilities | **957 586** | **393 540** | **266 495** | **1 326 868** | **135 353** | **1 607 139** | **4 686 981** |
| **28 February 2021 restated*** | | | | | | | |
| Contract revenue | 1 749 778 | 934 603 | 534 667 | 1 202 925 | 269 786 | – | 4 691 759 |
| Intersegment contract revenue | 8 533 | 38 050 | – | 1 110 | 18 242 | – | 65 935 |
| Reportable segment profit/(loss) – Continuing operations | 26 355 | (7 169) | 4 327 | 73 224 | (64 168) | (87 422) | (54 853) |
| Reportable segment profit/(loss) – Discontinued operations | (45 987) | (1 739) | – | 8 390 | – | – | (39 336) |
| Reportable segment assets | 1 773 300 | 411 179 | 357 269 | 1 754 270 | 351 807 | 765 032 | 5 412 857 |
| Reportable segment liabilities | 1 239 989 | 448 152 | 386 188 | 1 350 891 | 84 575 | 1 550 494 | 5 060 289 |

* *The information has been restated for the changes between continuing and discontinued operations as explained in the Commentary.*

^ *Other segments comprise segments that are primarily centralised in nature i.e. the group's headquarters, as well as the discontinued operation Al Tayer Stocks LLC.*

^^ *Included in reportable segment operating loss are restructuring costs and abnormal legal fees of R115 million (Feb 2021: R126 million).*

## DISCONTINUED OPERATIONS

## STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

| Discontinued operations | Reviewed 12 months ended Feb 2022 R'000 | Restated* 12 months ended Feb 2021 R'000 |
|---|---|---|
| Contract revenue | **346 609** | 1 215 596 |
| **Earnings before interest, taxation, depreciation and amortisation (EBITDA)** | **13 643** | 33 129 |
| Depreciation and amortisation | **(10 058)** | (61 302) |
| Fair value adjustments | **(137 958)** | (11 163) |
| **Operating loss before investment income** | **(134 373)** | (39 336) |
| Investment income | **721** | 3 952 |
| Share of profits of equity-accounted investee | **–** | 5 707 |
| **Operating loss before finance costs** | **(133 652)** | (29 677) |
| Finance costs | **(2 989)** | (21 421) |
| **Loss before taxation** | **(136 641)** | (51 098) |
| Taxation | **(14 825)** | (2 662) |
| **Loss for the year** | **(151 466)** | (53 760) |
| **Other comprehensive income** | **8 002** | (36 232) |
| Exchange differences on translation of foreign operations (may be reclassified to profit/(loss)) | **8 002** | (43 731) |
| Reclassification of foreign currency translation reserve on disposal of foreign subsidiary | **–** | 7 499 |
| **Total comprehensive income** | **(143 464)** | (89 992) |
| **Loss attributable to:** | **(151 466)** | (53 760) |
| Equity holders of the company | **(151 466)** | (50 605) |
| Non-controlling interest | **–** | (3 155) |
| **Total comprehensive income attributable to:** | **(143 464)** | (89 992) |
| Equity holders of the company | **(143 464)** | (83 835) |
| Non-controlling interest | **–** | (6 157) |
| Earnings per share | **(90,57)** | (30,26) |
| Headline earnings per share | **(18,79)** | (33,27) |

* *The information has been restated for the changes between continuing and discontinued operations as explained in the Commentary.*

## STATEMENT OF FINANCIAL POSITION

| | Local Operations Feb 2022 R'000 | Foreign Operations Feb 2022 R'000 | Total Feb 2022 R'000 |
|---|---|---|---|
| **Non-current assets** | **2** | **445 883** | **445 885** |
| Property, plant and equipment | 2 | 277 658 | 277 660 |
| Equity-accounted Investee – Al Tayer Stocks LLC | – | 168 225 | 168 225 |
| **Current assets** | **2 081** | **201 362** | **203 443** |
| Inventories | 37 | 97 856 | 97 893 |
| Contracts in progress | – | 17 713 | 17 713 |
| Trade and other receivables | 550 | 50 179 | 50 729 |
| Taxation | – | 1 172 | 1 172 |
| Bank balances | 1 494 | 34 442 | 35 936 |
| | 2 083 | 647 245 | 649 328 |
| Less*:* Fair value adjustment – Disposal Group | – | (61 840) | (61 840) |
| **Total assets** | **2 083** | **585 405** | **587 488** |
| **Current liabilities** | **4 340** | **173 888** | **178 228** |
| Financial liabilities | – | 461 | 461 |
| Trade and other payables | 4 198 | 114 473 | 118 671 |
| Excess billings over work done | – | 35 604 | 35 604 |
| Provisions | 142 | 11 913 | 12 055 |
| Bank balances | – | 11 437 | 11 437 |
| **Total liabilities** | **4 340** | **173 888** | **178 228** |

## DISCONTINUED OPERATIONS (continued)

| NET CASH FLOWS FROM DISCONTINUED OPERATIONS | **Reviewed 12 months ended Feb 2022 R'000** | Restated* 12 months ended Feb 2021 R'000 |
|---|---|---|
| Net movement from operating activities | **(16 136)** | 22 856 |
| Net movement from investing activities | **1 084** | 190 797 |
| Net movement from financing activities | **6 663** | (232 311) |
| Effect of exchange rate changes on cash and cash equivalents | **(8 654)** | 6 703 |
| **Net movement in cash** | **(17 043)** | (11 955) |

* *The information has been restated for the changes between continuing and discontinued operations as explained in the Commentary.*

| DISAGGREGATION OF REVENUE | **Reviewed 12 months ended Feb 2022 R'000** | **Restated* 12 months ended Feb 2021 R'000** |
|---|---|---|
| **Geographical** | | |
| **Within South Africa** | **74 748** | 694 029 |
| Inland | **74 748** | 694 029 |
| **Outside South Africa** | **271 861** | 521 567 |
| Inland | **–** | 18 193 |
| Coastal | **16 379** | 17 524 |
| Africa | **255 482** | 485 850 |
| **Total** | **346 609** | 1 215 596 |
| **Sector** | | |
| **Private** | **346 609** | 1 198 268 |
| Inland | **74 748** | 694 894 |
| Coastal | **16 379** | 17 524 |
| Africa | **255 482** | 485 850 |
| **Public** | **–** | 17 328 |
| Inland | **–** | 17 328 |
| **Total** | **346 609** | 1 215 596 |

* *The information has been restated for the changes between continuing and discontinued operations as explained in the Commentary.*

| | **Feb 2022** | | | Feb 2021 | |
|---|---|---|---|---|---|
| **Segment A** | **Inland R'000** | **Coastal R'000** | **Total R'000** | Inland R'000 | Total R'000 |
| Marine infrastructure | **–** | **16 379** | **16 379** | – | – |
| Mines | **74 748** | **–** | **74 748** | 689 654 | 689 654 |
| **Total** | **74 748** | **16 379** | **91 127** | 689 654 | 689 654 |

| | **Feb 2022** | | Feb 2021 | |
|---|---|---|---|---|
| **Segment B** | **Africa R'000** | **Total R'000** | Africa R'000 | Total R'000 |
| **Residential** | **10 514** | **10 514** | – | – |
| Medium and high-end housing | **10 514** | **10 514** | – | – |
| **Non-residential** | **244 968** | **244 968** | 525 942 | 525 942 |
| Office and commercial space | **225 022** | **225 022** | 306 378 | 306 378 |
| Sporting facilities | **171** | **171** | 44 061 | 44 061 |
| Factories and warehouses | **5 030** | **5 030** | 152 730 | 152 730 |
| Mines | **14 745** | **14 745** | 22 773 | 22 773 |
| **Total** | **255 482** | **255 482** | 525 942 | 525 942 |

## DISAGGREGATION OF CONTRACT REVENUE

| Revenue from continuing operations can be further disaggregated as follows: | Reviewed 12 months ended 28 February 2022 R'000 | Restated* 12 months ended 28 February 2021 R'000 |
|---|---|---|
| **Geographical** | | |
| **Within South Africa** | **4 113 516** | 3 177 308 |
| Inland | **1 750 439** | 1 515 168 |
| Coastal | **989 741** | 857 687 |
| Western Cape | **1 065 930** | 534 667 |
| MEP | **307 406** | 269 786 |
| **Outside South Africa** | **1 854 968** | 1 514 451 |
| Inland | **236 532** | 234 611 |
| Coastal | **23 090** | 76 915 |
| Africa | **1 595 346** | 1 202 925 |
| **Total** | **5 968 484** | 4 691 759 |
| **Sector** | | |
| **Private** | **4 043 598** | 2 955 576 |
| Inland | **1 277 945** | 1 062 522 |
| Coastal | **700 980** | 651 241 |
| Western Cape | **985 827** | 534 667 |
| Africa | **773 660** | 466 360 |
| MEP | **305 186** | 240 786 |
| **Public** | **1 924 886** | 1 736 183 |
| Inland | **709 026** | 687 257 |
| Coastal | **311 851** | 283 361 |
| Western Cape | **80 103** | – |
| Africa | **821 686** | 736 565 |
| MEP | **2 220** | 29 000 |
| **Total** | **5 968 484** | 4 691 759 |

* *The information has been restated for the changes between continuing and discontinued operations as explained in the Commentary.*

**Segment A**

| | Feb 2022 | | | | | |
|---|---|---|---|---|---|---|
| | Inland R'000 | Coastal R'000 | Western Cape R'000 | MEP R'000 | Africa R'000 | Total R'000 |
| Roads and bridges | **139 627** | – | **670** | – | **190 511** | **330 808** |
| Dam, water and sanitation | **185 973** | **348 675** | **10 152** | – | **369 750** | **914 550** |
| Pipelines | **9 103** | – | – | – | – | **9 103** |
| Bulk earthworks and geotechnical services | **261 149** | **121 525** | – | – | **2 064** | **384 738** |
| Power stations and transmission infrastructure | **280 220** | – | – | – | – | **280 220** |
| Airports | – | – | – | – | **13 830** | **13 830** |
| Marine infrastructure | – | **33 540** | – | – | – | **33 540** |
| Rail infrastructure | **15 768** | – | – | – | **738 690** | **754 458** |
| Mines | **739 367** | – | – | **42 942** | – | **782 309** |
| Industrial process plants | **80 066** | **25 889** | – | **13 863** | – | **119 818** |
| Oil and gas | **4 530** | **1 388** | – | **250 601** | – | **256 519** |
| **Total** | **1 715 803** | **531 017** | **10 822** | **307 406** | **1 314 845** | **3 879 893** |

## DISAGGREGATION OF CONTRACT REVENUE (continued)

**Segment A continued**

| | Feb 2021 | | | | |
|---|---|---|---|---|---|
| | Inland R'000 | Coastal R'000 | MEP R'000 | Africa R'000 | Total R'000 |
| Roads and bridges | 216 446 | 21 585 | – | 181 532 | 419 563 |
| Dam, water and sanitation | 128 481 | 273 336 | – | 3 675 | 405 492 |
| Pipelines | 76 558 | – | – | 65 253 | 141 811 |
| Bulk earthworks and geotechnical services | 343 901 | – | – | 34 743 | 378 644 |
| Power stations and transmission infrastructure | 166 827 | – | – | – | 166 827 |
| Airports | – | – | – | 108 778 | 108 778 |
| Marine infrastructure | 14 283 | 116 486 | – | – | 130 769 |
| Rail infrastructure | 47 288 | – | – | 808 944 | 856 232 |
| Mines | 498 876 | – | 87 900 | – | 586 776 |
| Industrial process plants | 72 901 | 93 620 | 16 515 | – | 183 036 |
| Oil and gas | 3 241 | 79 450 | 165 371 | – | 248 062 |
| **Total** | 1 568 802 | 584 477 | 269 786 | 1 202 925 | 3 625 990 |

**Segment B**

| | **Feb 2022** | | | | |
|---|---|---|---|---|---|
| | **Inland R'000** | **Coastal R'000** | **Western Cape R'000** | **Africa R'000** | **Total R'000** |
| **Residential** | **188 234** | **24 321** | **–** | **15 952** | **228 507** |
| Low cost housing | **177 410** | **24 321** | **–** | **–** | **201 731** |
| Medium and high-end housing | **10 824** | **–** | **–** | **15 952** | **26 776** |
| **Non-residential** | **82 934** | **457 493** | **1 055 108** | **264 549** | **1 860 084** |
| Office and commercial space | **–** | **400** | **182 414** | **264 482** | **447 296** |
| Shopping and retail space | **–** | **294 971** | **115 821** | **–** | **410 792** |
| Hospitals and medical centres | **–** | **1 826** | **69 281** | **–** | **71 107** |
| Tourism and leisure facilities | **494** | **91 736** | **–** | **–** | **92 230** |
| Factories and warehouses | **–** | **68 560** | **592 938** | **67** | **661 565** |
| Power stations and transmission infrastructure | **82 440** | **–** | **94 654** | **–** | **177 094** |
| **Total** | **271 168** | **481 814** | **1 055 108** | **280 501** | **2 088 591** |

| | Feb 2021 | | | |
|---|---|---|---|---|
| | Inland R'000 | Coastal R'000 | Western Cape R'000 | Total R'000 |
| **Residential** | 118 278 | – | – | 118 278 |
| Low cost housing | 63 299 | – | – | 63 299 |
| Medium and high-end housing | 21 066 | – | – | 21 066 |
| Apartment Blocks & High-Rise Flats | 33 913 | – | – | 33 913 |
| **Non-residential** | 62 699 | 350 125 | 534 667 | 947 491 |
| Office and commercial space | 39 816 | 8 256 | 483 458 | 531 530 |
| Shopping and retail space | – | 230 100 | 21 093 | 251 193 |
| Hospitals and medical centres | – | – | 21 416 | 21 416 |
| Tourism and leisure facilities | 1 326 | 93 832 | – | 95 158 |
| Factories and warehouses | – | 17 937 | 5 436 | 23 373 |
| Mines | 1 167 | – | – | 1 167 |
| Power stations and transmission infrastructure | 20 390 | – | 3 264 | 23 654 |
| **Total** | 180 977 | 350 125 | 534 667 | 1 065 769 |

## MEASUREMENT OF FAIR VALUE

There is no significant difference between the carrying amounts of financial assets and liabilities and their fair values. The fair value measurements for land and buildings are categorised as a level 3, based on the valuation method of income capitalisation using unobservable inputs such as market capitalisation rates and income/expenditure ratio. Plant and equipment, and transport and motor vehicles included within non-current assets held for sale have been categorised as a level 3 fair value based on significant unobservable inputs to the valuation technique used. These assets are measured using the comparable sales method. This entails the use of quoted prices for identical or similar assets in the market.

### VALUATION TECHNIQUE AND UNOBSERVABLE INPUTS

Land and Buildings are either measured using the Income Capitalisation Method or the Direct Comparable Sales Method.

| Valuation technique | Income Capitalisation Method |
|---|---|
| Significant unobservable inputs | Market capitalisation rate between 10,0% and 10,5% Income/Expenditure ratio between 8,48% and 27,2% |
| Interrelationship between key unobservable inputs and fair value measurement | Market capitalisation rate:<br>• Increase with 1% resulting in decrease in value of R10 million<br>• Decrease with 1% resulting in increase in value of R13 million<br>Income/Expenditure ratio:<br>• Increase with 1% resulting in decrease in value of R2 million<br>• Decrease with 1% resulting in increase in value of R1 million<br>Market capitalisation rate and Income/Expenditure ratio:<br>• Both increase with 1% resulting in decrease in value of R12 million<br>• Both decrease with 1% resulting in increase in value of R14 million<br>• Income/Expenditure ratio increase with 1% and market capitalisation rate decrease with 1% resulting in increase of value of R11 million<br>• Income/Expenditure ratio decrease with 1% and market capitalisation rate increase with 1% resulting in decrease of value of R9 million |

Reconciliation of land and buildings measured at fair value:

| | Land and buildings R'000 |
|---|---|
| Balance as at 28 February 2021 | 206 506 |
| Additions | 7 913 |
| Depreciation | (2 302) |
| Transfer to non-current assets held for sale | (2 239) |
| Transfer from other asset categories | 579 |
| Transfer from disposal groups held for sale | 1 691 |
| Foreign exchange movement | (764) |
| #Gains or losses recognised in other comprehensive income | (3 1560) |
| ##Gains or losses recognised in profit or loss | (21 367) |
| **Closing balance as at 28 February 2022** | **186 857** |

# *Gains and losses recognised in other comprehensive income are disclosed under Revaluation of land and buildings on the Condensed Statement of Profit or Loss and Other Comprehensive Income. These gains and losses are unrealised as at 28 February 2022.*

## *Gains and losses recognised in profit or loss are disclosed under Impairment of assets in the Condensed Statement of Profit or Loss and Other Comprehensive Income. These gains and losses are unrealised as at 28 February 2022.*

excellence in execution

Published on 26 May 2022

**Directors**

**Non-executive directors**
ZJ Matlala# (Chairman), HJ Craig#, B Harie#, J Poluta#, B Silwanyana#,
# *Independent*

**Executive directors**
RW Crawford (Chief Executive Officer)
Y du Plessis (Chief Financial Officer)

**Registered office**
Protec Park, Corner Zuurfontein Avenue and Oranjerivier Drive, Chloorkop, 1619
(PO Box 12394, Aston Manor, 1630)

**Corporate advisor and sponsor**
Bridge Capital Advisors Proprietary Limited
10 Eastwood Road, Dunkeld, 2196
(PO Box 651010, Benmore, 2010)

**Transfer secretaries**
Computershare Investor Services Proprietary Limited
Rosebank Towers, 15 Biermann Avenue, Rosebank, 2196
(Private Bag X9000, Saxonwold, 2132)

**Auditors**
Mazars
Mazars House, 54 Glenhove Road, Melrose Estate, Johannesburg, 2196
(PO Box 6697, Johannesburg, 2000)

**Company secretary**
W Somerville
Co-Unity Offices, 18 Royal Street, Hermanus, 7200

This announcement together with the investor presentation is available on the company's website and physical copies can be obtained from the company's registered office.

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