



UNAUDITED CONDENSED CONSOLIDATED RESULTS

for the 6 months ended 31 August 2020

STEFANUTTI STOCKS HOLDINGS LIMITED
("Stefanutti Stocks" or "the company" or "the group")
(Registration number: 1996/003767/06)
(Share code: SSK ISIN: ZAE000123766)

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	Unaudited % Increase/ (Decrease) R'000	6 months ended 31 August 2020	Restated 6 months ended 31 August 2019	Restated 12 months ended 29 February 2020
Continuing operations				
Contract revenue	(43)	1 662 230	2 910 718	5 316 203
Earnings before interest, taxation, depreciation and amortisation (EBITDA)	94	(44 952)	(802 393)	(689 150)
Depreciation and amortisation	(33 216)	(36 161)	(74 173)	
Impairment of assets/goodwill	(22 982)	(26 371)	(52 995)	
Operating loss before investment income	88	(101 150)	(864 925)	(816 318)
Investment income	18 627	13 264	24 965	
Share of profits of equity-accounted investees	6 966	15 787	47 486	
Operating loss before finance costs	(75 557)	(835 874)	(743 867)	
Finance costs	(56 943)	(40 588)	(79 648)	
Loss before taxation	(132 500)	(876 462)	(823 515)	
Taxation	(36 658)	(32 775)	(4 290)	
Loss for the period from continuing operations	(169 158)	(909 237)	(827 805)	
Loss after tax for the period from discontinued operations	(80 123)	(131 540)	(244 243)	
Loss for the period	(249 281)	(1 040 777)	(1 072 048)	
Other comprehensive income	(23 615)	43 254	51 962	
Exchange differences on translation of foreign operations (may be reclassified to profit/(loss))	2 431	43 254	51 962	
Impairment losses on revalued assets	(26 046)	—	—	
Total comprehensive income	(272 896)	(997 523)	(1 020 086)	
Loss attributable to:				
Equity holders of the company	(245 951)	(1 040 833)	(1 070 943)	
Loss for the period from continuing operations	(165 828)	(909 293)	(826 700)	
Loss for the period from discontinued operations	(80 123)	(131 540)	(244 243)	
Non-controlling interest	(3 330)	56	(1 105)	
Loss for the period from continuing operations	(3 330)	56	(1 105)	
Loss for the period from discontinued operations	—	—	—	
Total comprehensive income attributable to:	(249 281)	(1 040 777)	(1 072 048)	
Equity holders of the company	(271 028)	(995 185)	(1 016 040)	
Loss for the period from continuing operations	(169 725)	(884 835)	(785 631)	
Loss for the period from discontinued operations	(101 303)	(110 350)	(230 409)	
Non-controlling interest	(1 868)	(2 338)	(4 046)	
Loss for the period from continuing operations	(1 868)	(2 338)	(4 046)	
Loss for the period from discontinued operations	—	—	—	
Total operations	76%	(147.06)	(622.35)	(640.35)
Diluted earnings per share (cents)				
Continuing operations	82%	(99.15)	(543.69)	(494.31)
Discontinued operations	39%	(47.91)	(78.66)	(146.04)
Total operations	76%	(147.06)	(622.35)	(640.35)

Treasury shares were not included in the calculation of diluted earnings per share or diluted headline earnings per share as their effect is anti-dilutive.

DISAGGREGATION OF CONTRACT REVENUE

	Unaudited 6 months ended 31 August 2020	Restated 6 months ended 31 August 2019	Restated 12 months ended 29 February 2020
Contract revenue can be further disaggregated as follows:			
Geographical			
Within South Africa	1 049 151	2 280 212	4 132 845
Construction & Mining	722 186	1 266 756	2 512 156
Building	326 965	1 013 456	1 620 689
Outside South Africa	613 079	630 506	1 183 358
Construction & Mining	594 932	538 658	1 070 063
Building	18 147	17 527	30 941
M&E	—	74 321	82 354
Total	1 662 230	2 910 718	5 316 203
Sector			
Private	876 489	1 672 382	2 934 384
Construction & Mining	590 370	729 858	1 491 992
Building	286 119	868 203	1 360 038
M&E	—	74 321	82 354
Public	785 741	1 238 336	2 381 819
Construction & Mining	726 748	1 075 556	2 090 227
Building	59 993	162 780	291 592
Total	1 662 230	2 910 718	5 316 203

STATEMENT OF CHANGES IN EQUITY

R'000	Share capital and premium	Foreign currency translation reserve	Revaluation surplus reserve	Reserves of disposal groups held for sale	Accumulated loss	Attributable to equity holders of the company	Non-controlling interest	Total equity
Balance at 28 February 2019 audited								
	1 007 718	59 829	118 961	—	559 436	1 745 944	(14 192)	1 731 752
Realisation of revaluation reserve	—	—	(3 956)	—	3 956	—	—	—
Total comprehensive income	—	45 648	—	(1 040 833)	(995 185)	(2 338)	(997 523)	
Loss	—	—	—	—	—	—	—	—
Other comprehensive income	—	45 648	—	—	—	—	(2 394)	43 254
Balance at 31 August 2019	1 007 718	105 477	115 005	—	(477 441)	750 759	(16 530)	734 229
Realisation of revaluation reserve	—	—	(2 066)	—	2 066	—	—	28 913
Total comprehensive income	—	9 255	—	—	(30 110)	(20 855)	(1 708)	(22 563)
Loss	—	—	—	—	—	—	—	—
Other comprehensive income	—	9 255	—	—	—	—	(547)	8 708
Transfer to Legal Reserve	—	—	—	764	—	(764)	—	—
Balance at 29 February 2020 audited	1 007 718	114 732	112 939	764	(506 249)	729 904	(18 238)	711 666
Discontinued operations	—	(5 606)	(56 839)	62 445	—	—	—	—
Total comprehensive income	—	6 500	(26 046)	(5 531)	(245 951)	(271 028)	(1 868)	(272 896)
Loss	—	—	—	—	(245 951)	(245 951)	(3 330)	(249 281)
Other comprehensive income	—	6 500	(26 046)	(5 531)	—	(25 077)	1 462	(23 615)
Balance at 31 August 2020 unaudited	1 007 718	115 626	30 054	764	56 914	(752 200)	458 876	(20 106)
*Reconciling segments comprise segments that are primarily centralised in nature i.e. the group's headquarters								

Commentary to the statement of profit or loss and other comprehensive income

	% Increase	31 Aug 2020	31 Aug 2019	Continuing operations	29 Feb 2020	31 Aug 2020	31 Aug 2019	Total operations	31 Aug 2020	29 Feb 2020
Headline earnings reconciliation										
Loss after taxation attributable to equity holders of the company	—	(165 828)	(909 293)	(826 700)	(245 951)	(1 040 833)	(1 070 943)	(1 070 943)	(1 070 943)	
Adjusted for:	—	—	—	—	—	—	—	—	—	—
Profit on disposal of plant and equipment	—	(3 317)	(927)	(7 947)	(10 781)	(2 667)	(11 946)	(2 667)	(2 667)	
Tax effect	—	928	269	2 878	3 020	756	3 998	756	756	
Bargain purchase gain	—	—	—	(15 169)	—	—	(15 169)	—	—	
Net loss on sale of subsidiaries	—	1 387	—	—	1 387	—	—	—	—	
Loss on re-measurement to fair value less costs to sell	—	22 982	26 371	52 995	24 603	26 371	52 995	26 371	26 371	
Impairment of assets/goodwill	—	(143 848)	(883 580)	(793 943)	(214 769)	(1 016 373)	(1 041 065)	(1 041 065)	(1 041 065)	