



Oos Vrystaat Kaap Operations Limited  
[Registration number 1999/004069/06]  
Summary Consolidated Financial Statements  
for the year ended 28 February 2022

## Oos Vrystaat Kaap Operations Limited

(Registration number 1999/004069/06)

Summary Consolidated Financial Statements for the year ended 28 February 2022

### General Information

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|  |  |
|--|--|
| <b>Country of incorporation and domicile</b>       | South Africa   |
| <b>Nature of business and principal activities</b> | The company's primary operations centre on the receipt, processing and marketing of agricultural products and the provision and financing of agricultural requisites, grain and services.  |
| <b>Directors</b>                                   | CT Bender - Chairman<br>FJ Terblanche - Vice Chairman<br>SJ Botha<br>CD Cloete<br>QA de Bruyn<br>WJ du Toit<br>JCC Moll<br>JZ Scheepers<br>JJ Swanepoel<br>FJ van Zyl<br>SO Vermeulen<br>S Oberholzer - Executive Director - Managing<br>RJ van Wyk - Executive Director - Grain and livestock |
| <b>Executive management</b>                        | JC Cronje - Finance<br>CA Neuwerth - Internal Legal Services and Corporate<br>JB le Roux - Trade, Fuel, Mechanisation and Motors<br>J le Roux - Fibre  |
| <b>Registered office</b>                           | 19 Dan Pienaar Street<br>Ladybrand<br>9745   |
| <b>Postal address</b>                              | PO Box 96  |
| <b>Holding company</b>                             | Oos Vrystaat Kaap Holdings Proprietary Limited<br>incorporated in South Africa   |
| <b>Bankers</b>                                     | ABSA Bank Limited  |
| <b>Auditors</b>                                    | PricewaterhouseCoopers Inc.<br>Registered Auditors   |
| <b>Secretary</b>                                   | CA Neuwerth  |
| <b>Company registration number</b>                 | 1999/004069/06   |
| <b>Level of assurance</b>                          | These summary consolidated financial statements have been audited in compliance with the applicable requirements of the Companies Act 71 of 2008.  |
| <b>Preparer</b>                                    | The summary consolidated financial statements were independently compiled by:<br>S van Niekerk CA(SA)<br>Under the supervision of JC Cronje (OVK Group General Manager - Finance)  |
| <b>Published</b>                                   | 06 June 2022   |

## Oos Vrystaat Kaap Operations Limited

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## Oos Vrystaat Kaap Operations Limited

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### Directors' Responsibilities and Approval

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The directors are required in terms of the Companies Act 71 of 2008 to maintain adequate accounting records and are responsible for the content and integrity of the summary consolidated financial statements and related financial information included in this report. It is their responsibility to ensure that the summary consolidated financial statements fairly present the state of affairs of the group as at the end of the financial year and the results of its operations and cash flows for the period then ended, in conformity with 'International Financial Reporting Standards'. The independent auditors are engaged to express an independent opinion on the summary consolidated financial statements.

The summary consolidated financial statements are prepared in accordance with 'International Financial Reporting Standards' and are based upon appropriate accounting policies consistently applied and supported by reasonable and prudent judgements and estimates.

The directors acknowledge that they are ultimately responsible for the system of internal financial control established by the group and place considerable importance on maintaining a strong control environment. To enable the directors to meet these responsibilities, the board sets standards for internal control aimed at reducing the risk of error or loss in a cost effective manner. The standards include the proper delegation of responsibilities within a clearly defined framework, effective accounting procedures and adequate segregation of duties to ensure an acceptable level of risk. These controls are monitored throughout the group and all employees are required to maintain the highest ethical standards in ensuring the group's business is conducted in a manner that in all reasonable circumstances is above reproach. The focus of risk management in the group is on identifying, assessing, managing and monitoring all known forms of risk across the group. While operating risk cannot be fully eliminated, the group endeavours to minimise it by ensuring that appropriate infrastructure, controls, systems and ethical behaviour are applied and managed within predetermined procedures and constraints.

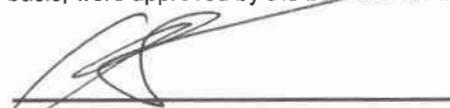
The directors are of the opinion, based on the information and explanations given by management, that the system of internal control provides reasonable assurance that the financial records may be relied on for the preparation of the summary consolidated financial statements. However, any system of internal financial control can provide only reasonable, and not absolute, assurance against material misstatement or loss.

The directors have reviewed the group's budget for the year to 28 February 2023 and, in light of this review and the current financial position, they are satisfied that the group has or had access to adequate resources to continue in operational existence for the foreseeable future.

Although the board of directors are primarily responsible for the financial affairs of the group, they are supported by the independent auditors of the group.

The independent auditors are responsible for independently auditing and reporting on the group's summary consolidated financial statements. The summary consolidated financial statements have been examined by the group's independent auditors and their report is presented on pages 6 to 7.

The summary consolidated financial statements set out on pages 8 to 54, which have been prepared on the going concern basis, were approved by the board on 31 May 2022 and were signed on their behalf by:

  
ET Bender - Chairman

  
FJ Terblanche - Vice Chairman

## Oos Vrystaat Kaap Operations Limited

(Registration number 1999/004069/06)

Summary Consolidated Financial Statements for the year ended 28 February 2022

### Statement of the Audit and Risk Committee

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#### 1. Members of the Audit and Risk Committee

The Audit and Risk committee consists of four non-executive directors and since the previous annual general meeting the following persons were appointed as members for the year under review:

Mr QA de Bruyn, who was appointed by the Audit and Risk committee as chairman  
Mr FJ van Zyl, who was appointed by the Audit and Risk committee as vice chairman  
Mr JCC Moll  
Mr FJ Terblanche

The managing director, general manager:finance, manager:internal audit, representatives of the independent auditors and the chairman of OVK, on invitation, attend meetings of the Audit and Risk committee.

#### 2. Meetings held by the Audit and Risk Committee

The main topics of discussion during Audit and Risk committee meetings were the following:

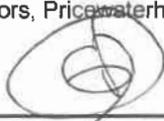
- \* The internal audit reports and internal controls
- \* Identification of risks
- \* The insurance portfolio of OVK's assets
- \* The operating results for 2021/2022
- \* The external audit planning for 2021/2022
- \* The external audit fees for 2021/2022 were recommended to the board of directors
- \* The management report of final audit findings of the independent auditors to the board of directors and the Audit and Risk committee
- \* The consolidated financial statements for 2021/2022
- \* The operating budget for 2022/2023
- \* The internal audit plan for 2022/2023
- \* The reappointment of the current auditors, PricewaterhouseCoopers Inc. was recommended to the board of directors.

#### 3. Internal financial controls

The Audit and Risk committee has reviewed the process by which the internal audit department performs its assessment of the effectiveness of the company's system of internal control, including internal financial controls. Nothing has come to the attention of the committee to indicate any material breakdown in the company's system of internal financial control. The Audit and Risk committee is satisfied with the effectiveness of the company's internal financial controls.

#### 4. Independence of the auditors

The Audit and Risk committee is, in terms of section 94 of the Companies Act, nr. 71 van 2008, satisfied that the independent auditors, PricewaterhouseCoopers Inc., are independent of the company and other companies within the group.



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QA de Bruyn - Chairman

31 May 2022

**Oos Vrystaat Kaap Operations Limited**

(Registration number 1999/004069/06)

Summary Consolidated Financial Statements for the year ended 28 February 2022

**Certificate from the Secretary**

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In my opinion as Company Secretary, I hereby confirm, in terms of the Companies Act of South Africa, no. 71 of 2008, that for the year ended 28 February 2022, the group has lodged all such returns as are required of a public company with the Companies and Intellectual Property Commission, correct and up to date.



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**Company Secretary**  
**31 May 2022**



## **Independent auditor's report on the summary separate and consolidated financial statements**

To the shareholders of Oos Vrystaat Kaap Operations Proprietary Limited

### **Opinion**

The summary separate and consolidated financial statements of Oos Vrystaat Kaap Operations Proprietary Limited, set out on pages 12 to 54, which comprise the summary separate and consolidated statement of financial position as at 28 February 2022, the summary separate and consolidated statements of comprehensive income, changes in equity and cash flows for the year then ended, and related notes, are derived from the audited separate and consolidated financial statements of Oos Vrystaat Kaap Operations Proprietary Limited for the year ended 28 February 2022.

In our opinion, the accompanying summary separate and consolidated financial statements are consistent, in all material respects, with the audited separate and consolidated financial statements, in accordance with note 1 to the summary separate and consolidated financial statements and the requirements of the Companies Act of South Africa as applicable to summary financial statements.

### **Summary separate and consolidated financial statements**

The summary separate and consolidated financial statements do not contain all the disclosures required by International Financial Reporting Standards and the requirements of the Companies Act of South Africa as applicable to annual financial statements. Reading the summary separate and consolidated financial statements and the auditor's report thereon, therefore, is not a substitute for reading the audited separate and consolidated financial statements and the auditor's report thereon.

### **The audited separate and consolidated financial statements and our report thereon**

We expressed an unmodified audit opinion on the audited separate and consolidated financial statements in our report dated 6 June 2022.

### **Director's responsibility for the summary separate and consolidated financial statements**

The directors are responsible for the preparation of the summary separate and consolidated financial statements in accordance with note 1 to the summary separate and consolidated financial statements and the requirements of the Companies Act of South Africa as applicable to summary financial statements.

PricewaterhouseCoopers Inc.,  
61 Second Avenue, Westdene, Bloemfontein, 9301, P O Box 818, Bloemfontein, 9300  
T: +27 (0) 51 503 4100, F: +27 (0) 51 813 1700, [www.pwc.co.za](http://www.pwc.co.za)



### Auditor's responsibility<sup>1</sup>

Our responsibility is to express an opinion on whether the summary separate and consolidated financial statements are consistent, in all material respects, with the audited separate and consolidated financial statements based on our procedures, which were conducted in accordance with International Standard on Auditing (ISA) 810 (Revised), *Engagements to Report on Summary Financial Statements*.

*PricewaterhouseCoopers Inc.*  
PricewaterhouseCoopers Inc.

Director: Louis Rossouw  
Registered Auditor  
Bloemfontein, South Africa  
6 June 2022

<sup>1</sup> The examination of controls over the maintenance and integrity of the Group's website is beyond the scope of the audit of the financial statements. Accordingly, we accept no responsibility for any changes that may have occurred to the financial statements since they were initially presented on the website.

## Oos Vrystaat Kaap Operations Limited

(Registration number 1999/004069/06)

Summary Consolidated Financial Statements for the year ended 28 February 2022

### Directors' Report

The directors submit their report on the summary consolidated financial statements of Oos Vrystaat Kaap Operations Limited and the group for the year ended 28 February 2022.

#### 1. Review of financial results and activities

The summary consolidated financial statements have been prepared in accordance with 'International Financial Reporting Standards' and the requirements of the Companies Act 71 of 2008. The accounting policy is consistent to the comparative year.

The group is engaged in the receipt, processing and marketing of agricultural products and the provision and financing of agricultural requisites, grain and services and operates principally in South Africa.

The operating results and state of affairs of the group are fully set out in the attached summary consolidated financial statements and do not in our opinion require any further comment.

#### 2022

##### Business areas

|  | Group<br>Contribution<br>to revenue | Group<br>Contribution<br>to profit<br>before tax | Company<br>Contribution<br>to revenue | Company<br>Contribution<br>to profit<br>before tax |
|--|-------------------------------------|--|---------------------------------------|--|
|  | R'000                               | R'000  | R'000                                 | R'000  |
| Trade, fuel distribution, vehicles and mechanisation | 4 938 135                           | 184 893  | 4 945 496                             | 184 266  |
| Grain handling and marketing                         | 79 701                              | 42 443   | 79 701                                | 41 883   |
| Livestock, fibre and abattoir                        | 486 361                             | 26 967   | 426 331                               | 19 064   |
| Industries   | 193 027                             | 3 505  | 169 264                               | (4 283)  |
| Insurance  | 20 307                              | 4 621  | 20 307                                | 4 639  |
| Head office  | 6 169                               | (77 074)   | 6 169                                 | (68 204)   |
| Client financing                                     | 154 607                             | 60 357   | 157 321                               | 63 071   |
| Loyalty scheme - rebate                              | (36 753)                            | -  | (36 629)                              | -  |
| Discount distribution                                | (4 463)                             | -  | -                                     | -  |
|  | <b>5 837 091</b>                    | <b>245 712</b>                                   | <b>5 767 960</b>                      | <b>240 436</b>                                     |

#### 2021

##### Business areas

|  | Group<br>Contribution<br>to revenue | Group<br>Contribution<br>to profit<br>before tax | Company<br>Contribution<br>to revenue | Company<br>Contribution<br>to profit<br>before tax |
|--|-------------------------------------|--|---------------------------------------|--|
|  | R'000                               | R'000  | R'000                                 | R'000  |
| Trade, fuel distribution, vehicles and mechanisation | 3 936 749                           | 138 411  | 3 937 117                             | 137 760  |
| Grain handling and marketing                         | 54 511                              | 37 216   | 54 511                                | 36 676   |
| Livestock, fibre and abattoir                        | 492 175                             | (165)  | 436 237                               | (6 040)  |
| Industries   | 382 512                             | (13 269)   | 330 940                               | (16 431)   |
| Insurance  | 20 381                              | 6 739  | 20 381                                | 6 739  |
| Head office  | 6 276                               | (29 884)   | 6 276                                 | (21 081)   |
| Client financing                                     | 144 049                             | 46 819   | 146 312                               | 49 082   |
| Loyalty scheme - rebate                              | (31 484)                            | -  | (31 268)                              | -  |
| Discount distribution                                | (1 043)                             | -  | -                                     | -  |
|  | <b>5 004 126</b>                    | <b>185 867</b>                                   | <b>4 900 506</b>                      | <b>186 705</b>                                     |

## Oos Vrystaat Kaap Operations Limited

(Registration number 1999/004069/06)

Summary Consolidated Financial Statements for the year ended 28 February 2022

### Directors' Report

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#### 2. Directors' and executive management interest

The interests of directors and executive management in the number of issued shares of the company at year end are set out below:

|  | <b>Group<br/>2022</b> | <b>2021</b>      | <b>Company<br/>2022</b> | <b>2021</b>    |
|--|-----------------------|------------------|-------------------------|----------------|
| Direct: Non-executive directors                        | 270 792               | 651 646          | 17 964                  | 404 187        |
| Direct: Executive directors and executive management   | 309 970               | 376 267          | 280 668                 | 376 267        |
| Indirect: Non-executive directors                      | 364 641               | 180 953          | 364 641                 | 154 694        |
| Indirect: Executive directors and executive management | -                     | -                | -                       | -              |
|  | <b>945 403</b>        | <b>1 208 866</b> | <b>663 273</b>          | <b>935 148</b> |

#### 3. Events after the reporting period

Refer to note 38 for the disclosure with regards to events after the reporting period.

#### 4. Authorised and issued share capital

During the financial year, there is no change in the authorized ordinary or Class B shares. During the financial year, 76 581 Class B shares were repurchased (2021: 67 259 Class B shares and 2,500,000 ordinary shares).

#### 5. Dividends

The directors recommend a dividend of 90 cents (2021: 65 cents) per ordinary and Class B share amounting to a total of R 48 290 122 (2021: R 34 925 977) to be distributed to shareholders registered on 28 February 2022, from the current year's profit.

No preference dividends were declared or paid for the year. However, interest of bank prime minus 2.50% was paid amounting to a total of R 11 968 437 (2021: R 12 978 174) on the OVK Investment account.

#### 6. Directors

The directors of the company during the year and to the date of this report are as follows:

|   | <b>Changes</b>         |
|---|------------------------|
| CT Bender - Chairman                                  |                        |
| FJ Terblanche - Vice Chairman                         |                        |
| SJ Botha  |                        |
| CD Cloete   |                        |
| QA de Bruyn   |                        |
| WJ du Toit  |                        |
| JD le Roux  | Resigned 20 July 2021  |
| JCC Moll  |                        |
| JZ Scheepers  |                        |
| JJ Swanepoel  |                        |
| FJ van Zyl  |                        |
| SO Vermeulen  | Appointed 20 July 2021 |
| S Oberholzer - Executive Director - Managing          |                        |
| RJ van Wyk - Executive Director - Grain and livestock |                        |

## Oos Vrystaat Kaap Operations Limited

(Registration number 1999/004069/06)

Summary Consolidated Financial Statements for the year ended 28 February 2022

### Directors' Report

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#### 7. Secretary

The company secretary is CA Neuwerth operating at the following address:

Postal address: PO Box 96  
Ladybrand  
9745

Business address: 19 Dan Pienaar Street  
Ladybrand  
9745

#### 8. Holding company

The group's holding company as well as ultimate holding company is Oos Vrystaat Kaap Holdings Proprietary Limited which holds 53.26% (2021: 53.26%) of the group's issued ordinary shares. Oos Vrystaat Kaap Holdings Proprietary Limited is incorporated in South Africa.

#### 9. Interest in subsidiaries

|  | 2022<br>Interest | 2021<br>Interest |        |
|--|------------------|------------------|--------|
| <b>Name of subsidiary</b>                                |                  |                  |        |
| Oos Kaap Boerdery en Graanhandelaars Proprietary Limited | 100.00%          | 100.00%          | Active |
| OVK Rekenadieneste Proprietary Limited                   | 100.00%          | 100.00%          | Active |
| Oos Vrystaat Kunsmis Proprietary Limited                 | 62.07%           | 62.07%           | Active |
| OVK Eiendomme Proprietary Limited                        | 100.00%          | 100.00%          | Active |
| Van Lill Woolbuyers Proprietary Limited                  | 100.00%          | 100.00%          | Active |
| Blue Crane Fibre Proprietary Limited                     | 100.00%          | 100.00%          | Active |
| Matla Energy Proprietary Limited                         | 74.00%           | 74.00%           | Active |
| OVK Lesotho Proprietary Limited                          | 100.00%          | 100.00%          | Active |
| OVK Finansiële Dienste Proprietary Limited               | 100.00%          | 0.00%            | Active |

#### 10. Investment in associated company

VGK Beleggings Proprietary Limited

The company is involved in the leasing of property. OVK holds 44.11% (2021: 44.11%) of the company's equity shares.

The group has no effective control over the associated company. The year end of VGK Beleggings Proprietary Limited is 28 February.

## **Oos Vrystaat Kaap Operations Limited**

(Registration number 1999/004069/06)

Summary Consolidated Financial Statements for the year ended 28 February 2022

### **Directors' Report**

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#### **11. Investment in joint ventures**

##### **Sinethemba Mafama Proprietary Limited**

The company is a broker of fibre and fibre products. OVK holds 49% (2021: 49%) of the company's equity shares.

The group has joint control over the company. The year end of Sinethemba Mafama Proprietary Limited is 28 February.

##### **Orange River Popcorn Proprietary Limited**

The company is involved in the processing, marketing and distribution of popcorn. OVK holds 50% (2021: 50%) of the company's equity shares.

The group has joint control over the company. The year end of Orange River Popcorn Proprietary Limited is 28 February.

#### **12. Client loyalty scheme rebate**

The board has a loyalty scheme in place where a part of the profits on purchases is repaid to bona fide farmers as a monthly rebate.

In the case of fibre delivery, it is an amount per kilogram and with grain delivery, it is an amount per ton handled and an amount per ton marketed. With Gariiep Abattoir it is an amount per livestock slaughtered. In the case of diesel purchases it is an amount of 25 cent per litre on certain purchases.

A total of R 36 753 397 (2021: R 31 483 698) for the group and R 36 629 157 (2021: R 31 267 920) for the company was granted to customers in respect of rebates in terms of the loyalty scheme.,

#### **13. Total business done**

The size of total business done by the group for the year amounted to R 11 415 859 458 (2021: R 10 012 158 569), and total business done by the company for the year amounted to R 11 198 542 687 (2021: R 9 825 205 740). Due to the accounting treatment however, the full income is not shown under turnover, as in the case of grain where only the margin is shown and livestock, fibre and insurance where only the commission portion is shown.

#### **14. Auditors**

PricewaterhouseCoopers Inc. will continue as auditors in accordance with section 90 of the Companies Act of South Africa, no. 71 of 2008.

## Oos Vrystaat Kaap Operations Limited

(Registration number 1999/004069/06)

Summary Consolidated Financial Statements for the year ended 28 February 2022

### Statement of Financial Position as at 28 February 2022

|  | Notes | Group                |                      | Company              |                      |
|--|-------|----------------------|----------------------|----------------------|----------------------|
|  |       | 2022<br>R            | 2021<br>R            | 2022<br>R            | 2021<br>R            |
| <b>Assets</b>  |       |                      |                      |                      |                      |
| <b>Non-Current Assets</b>                              |       |                      |                      |                      |                      |
| Investment property                                    | 3     | 19 025 957           | 18 872 567           | 28 028 313           | 27 052 260           |
| Property, plant and equipment                          | 4     | 443 675 937          | 415 471 481          | 374 723 527          | 346 332 916          |
| Right-of-use asset                                     | 5     | 12 132 988           | 10 767 500           | 11 030 009           | 9 376 270            |
| Intangible assets                                      | 6     | 4 114 355            | 496 000              | -                    | -                    |
| Investments in subsidiaries                            | 7     | -                    | -                    | 10 707 633           | 10 707 533           |
| Investments in joint ventures                          | 8     | 6 218 625            | 4 902 667            | 119                  | 119                  |
| Investments in associates                              | 9     | 4 628 915            | 4 195 370            | 141 643              | 141 643              |
| Other financial assets                                 | 10    | 94 931               | 94 931               | 94 931               | 94 931               |
| Deferred tax   | 11    | 5 352 695            | 2 392 431            | 3 733 988            | -                    |
| Long term hire purchases and term loans                | 12    | 198 715 973          | 154 667 846          | 198 715 973          | 154 667 846          |
| Members funds  | 13    | 549                  | 2 046                | 549                  | 2 046                |
|  |       | <b>693 960 925</b>   | <b>611 862 839</b>   | <b>627 176 685</b>   | <b>548 375 564</b>   |
| <b>Current Assets</b>                                  |       |                      |                      |                      |                      |
| Inventories  | 14    | 854 615 167          | 787 121 211          | 832 406 503          | 769 718 064          |
| Loans to group companies                               | 15    | 12 795 509           | 9 042 273            | 89 453 331           | 98 511 776           |
| Other financial assets                                 | 10    | 89 785 487           | 124 276 815          | 89 785 487           | 124 276 815          |
| Current tax receivable                                 |       | 118 321              | 7 486                | -                    | -                    |
| Trade and other receivables                            | 16    | 2 501 126 013        | 2 075 318 505        | 2 498 701 052        | 2 088 049 801        |
| Cash and cash equivalents                              | 17    | 44 015 144           | 75 834 986           | 24 779 506           | 40 220 067           |
|  |       | <b>3 502 455 641</b> | <b>3 071 601 276</b> | <b>3 535 125 879</b> | <b>3 120 776 523</b> |
| <b>Total Assets</b>                                    |       | <b>4 196 416 566</b> | <b>3 683 464 115</b> | <b>4 162 302 564</b> | <b>3 669 152 087</b> |
| <b>Equity and Liabilities</b>                          |       |                      |                      |                      |                      |
| <b>Equity</b>  |       |                      |                      |                      |                      |
| <b>Equity Attributable to Equity Holders of Parent</b> |       |                      |                      |                      |                      |
| Share capital  | 18    | 69 083 035           | 70 366 034           | 69 083 035           | 70 366 034           |
| Reserves   |       | (48 091 415)         | (48 091 415)         | -                    | -                    |
| Retained income  |       | 1 507 911 586        | 1 349 274 331        | 1 478 937 835        | 1 321 959 355        |
|  |       | <b>1 528 903 206</b> | <b>1 371 548 950</b> | <b>1 548 020 870</b> | <b>1 392 325 389</b> |
| Non-controlling interest                               |       | 10 150 534           | 8 419 816            | -                    | -                    |
|  |       | <b>1 539 053 740</b> | <b>1 379 968 766</b> | <b>1 548 020 870</b> | <b>1 392 325 389</b> |
| <b>Liabilities</b>                                     |       |                      |                      |                      |                      |
| <b>Non-Current Liabilities</b>                         |       |                      |                      |                      |                      |
| Lease liability  | 5     | 11 155 841           | 9 105 348            | 10 196 762           | 7 921 813            |
| Deferred tax   | 11    | 19 271 296           | 18 458 110           | -                    | 836 019              |
|  |       | <b>30 427 137</b>    | <b>27 563 458</b>    | <b>10 196 762</b>    | <b>8 757 832</b>     |

The accounting policies on page 19 and the notes on pages 20 to 54 form an integral part of the summary consolidated financial statements.

## Oos Vrystaat Kaap Operations Limited

(Registration number 1999/004069/06)

Summary Consolidated Financial Statements for the year ended 28 February 2022

### Statement of Financial Position as at 28 February 2022

|                                     |       | Group                |                      | Company              |                      |
|-------------------------------------|-------|----------------------|----------------------|----------------------|----------------------|
|                                     | Notes | 2022<br>R            | 2021<br>R            | 2022<br>R            | 2021<br>R            |
| <b>Current Liabilities</b>          |       |                      |                      |                      |                      |
| Loans from group companies          | 19    | 18 363 117           | 5 339 439            | 7 542 782            | 6 633 562            |
| Loans from shareholders             | 20    | 249 212 570          | 228 468 487          | 249 212 570          | 228 468 487          |
| Provisions                          | 23    | 27 847 795           | 3 028 989            | 27 847 795           | 3 028 989            |
| Lease liability                     | 5     | 2 006 350            | 1 809 107            | 1 781 894            | 1 621 973            |
| Current tax payable                 |       | 1 793 714            | 16 045 383           | 1 295 986            | 15 379 885           |
| Trade and other payables            | 21    | 653 188 289          | 488 210 586          | 643 325 261          | 481 235 289          |
| Employee benefits accrued           | 22    | 64 899 550           | 35 243 157           | 63 454 340           | 33 913 938           |
| Other financial liability           | 24    | 11 646 369           | 49 896 156           | 11 646 369           | 49 896 156           |
| Bank overdraft                      | 17    | 1 597 977 935        | 1 447 890 587        | 1 597 977 935        | 1 447 890 587        |
|                                     |       | <b>2 626 935 689</b> | <b>2 275 931 891</b> | <b>2 604 084 932</b> | <b>2 268 068 866</b> |
| <b>Total Liabilities</b>            |       | <b>2 657 362 826</b> | <b>2 303 495 349</b> | <b>2 614 281 694</b> | <b>2 276 826 698</b> |
| <b>Total Equity and Liabilities</b> |       | <b>4 196 416 566</b> | <b>3 683 464 115</b> | <b>4 162 302 564</b> | <b>3 669 152 087</b> |

The accounting policies on page 19 and the notes on pages 20 to 54 form an integral part of the summary consolidated financial statements.

## Oos Vrystaat Kaap Operations Limited

(Registration number 1999/004069/06)

Summary Consolidated Financial Statements for the year ended 28 February 2022

### Statement of Comprehensive Income

|   | Notes | Group              |                    | Company            |                    |
|---|-------|--------------------|--------------------|--------------------|--------------------|
|   |       | 2022<br>R          | 2021<br>R          | 2022<br>R          | 2021<br>R          |
| Revenue   | 26    | 5 837 090 593      | 5 004 125 948      | 5 767 960 452      | 4 900 506 300      |
| Cost of sales   |       | (4 977 679 212)    | (4 252 394 163)    | (4 936 134 673)    | (4 171 581 783)    |
| <b>Gross profit</b>                                       |       | <b>859 411 381</b> | <b>751 731 785</b> | <b>831 825 779</b> | <b>728 924 517</b> |
| Other income  | 27    | 103 826 491        | 63 392 092         | 108 924 533        | 63 369 707         |
| Distribution costs  |       | (40 433 137)       | (36 856 724)       | (39 662 931)       | (36 081 949)       |
| Administrative expenses                                   |       | (596 398 947)      | (539 289 145)      | (583 328 751)      | (522 968 194)      |
| Operating expenses  |       | (86 152 540)       | (86 929 036)       | (84 855 335)       | (84 542 166)       |
| <b>Operating profit</b>                                   | 28    | <b>240 253 248</b> | <b>152 048 972</b> | <b>232 903 295</b> | <b>148 701 915</b> |
| Investment income   | 29    | 4 257 834          | 5 988 532          | 8 016 156          | 11 347 490         |
| Finance costs   | 31    | (76 126 685)       | (79 953 432)       | (76 020 208)       | (79 720 518)       |
| Grain gross profit including fair value movements         | 30    | 75 536 158         | 106 375 884        | 75 536 157         | 106 375 884        |
| Income from equity accounted investments                  |       | 1 791 502          | 1 407 191          | -                  | -                  |
| <b>Profit before taxation</b>                             |       | <b>245 712 057</b> | <b>185 867 147</b> | <b>240 435 400</b> | <b>186 704 771</b> |
| Taxation  | 32    | (50 513 797)       | (42 438 626)       | (46 098 897)       | (42 298 043)       |
| <b>Profit for the year</b>                                |       | <b>195 198 260</b> | <b>143 428 521</b> | <b>194 336 503</b> | <b>144 406 728</b> |
| Other comprehensive income                                |       | -                  | -                  | -                  | -                  |
| <b>Total comprehensive income for the year</b>            |       | <b>195 198 260</b> | <b>143 428 521</b> | <b>194 336 503</b> | <b>144 406 728</b> |
| <b>Profit attributable to:</b>                            |       |                    |                    |                    |                    |
| Owners of the parent                                      |       | 193 467 542        | 142 751 139        | 194 336 503        | 144 406 728        |
| Non-controlling interest                                  |       | 1 730 718          | 677 382            | -                  | -                  |
|   |       | <b>195 198 260</b> | <b>143 428 521</b> | <b>194 336 503</b> | <b>144 406 728</b> |
| <b>Total comprehensive income attributable to:</b>        |       |                    |                    |                    |                    |
| Owners of the parent                                      |       | 193 467 542        | 142 751 139        | 194 336 503        | 144 406 728        |
| Non-controlling interest                                  |       | 1 730 718          | 677 382            | -                  | -                  |
|   |       | <b>195 198 260</b> | <b>143 428 521</b> | <b>194 336 503</b> | <b>144 406 728</b> |
| <b>Earnings per share (Ordinary and Class B)</b>          |       |                    |                    |                    |                    |
| <b>Per share information</b>                              |       |                    |                    |                    |                    |
| Earnings per share (cents)                                |       | 363.5              | 264.8              | 337.5              | 242.9              |
| <b>Headline earnings per share (Ordinary and Class B)</b> |       |                    |                    |                    |                    |
| <b>Per share information</b>                              |       |                    |                    |                    |                    |
| Headline earnings per share (cents)                       |       | 351.1              | 265.1              | 325.9              | 237.5              |

The accounting policies on page 19 and the notes on pages 20 to 54 form an integral part of the summary consolidated financial statements.

## Oos Vrystaat Kaap Operations Limited

(Registration number 1999/004069/06)

Summary Consolidated Financial Statements for the year ended 28 February 2022

### Statement of Changes in Equity

|  | Share capital      | Share premium | Total share capital | Treasury shares     | Retained income      | Total attributable to equity holders of the group / company | Non-controlling interest | Total equity         |
|--|--------------------|---------------|---------------------|---------------------|----------------------|---|--------------------------|----------------------|
|  | R                  | R             | R                   | R                   | R                    | R   | R                        | R                    |
| <b>Group</b>   |                    |               |                     |                     |                      |   |                          |                      |
| <b>Balance at 01 March 2020</b>  | <b>73 906 658</b>  | <b>24 940</b> | <b>73 931 598</b>   | <b>(79 117 769)</b> | <b>1 273 066 468</b> | <b>1 267 880 297</b>  | <b>9 548 197</b>         | <b>1 277 428 494</b> |
| Profit for the year  | -                  | -             | -                   | -                   | 142 751 139          | 142 751 139   | 677 382                  | 143 428 521          |
| Other comprehensive income   | -                  | -             | -                   | -                   | -                    | -   | -                        | -                    |
| <b>Total comprehensive income for the year</b>   | <b>-</b>           | <b>-</b>      | <b>-</b>            | <b>-</b>            | <b>142 751 139</b>   | <b>142 751 139</b>  | <b>677 382</b>           | <b>143 428 521</b>   |
| (Purchased)/Sale of own/treasury shares  | -                  | -             | -                   | 31 026 354          | -                    | 31 026 354  | -                        | 31 026 354           |
| Repurchase of shares   | (3 565 564)        | -             | (3 565 564)         | -                   | -                    | (3 565 564)   | -                        | (3 565 564)          |
| Shares bought back (subsidiaries)  | -                  | -             | -                   | -                   | (266 466)            | (266 466)   | (1 562 833)              | (1 829 299)          |
| Change in shareholding   | -                  | -             | -                   | -                   | 242 930              | 242 930   | (242 930)                | -                    |
| Deemed dividend with shares buy back   | -                  | -             | -                   | -                   | (36 750 000)         | (36 750 000)  | -                        | (36 750 000)         |
| Dividends  | -                  | -             | -                   | -                   | (29 769 740)         | (29 769 740)  | -                        | (29 769 740)         |
| <b>Total contributions by and distributions to owners of the company recognised directly in equity</b> | <b>(3 565 564)</b> | <b>-</b>      | <b>(3 565 564)</b>  | <b>31 026 354</b>   | <b>(66 543 276)</b>  | <b>(39 082 486)</b>   | <b>(1 805 763)</b>       | <b>(40 888 249)</b>  |
| <b>Balance at 1 March 2021</b>   | <b>70 341 094</b>  | <b>24 940</b> | <b>70 366 034</b>   | <b>(48 091 415)</b> | <b>1 349 274 331</b> | <b>1 371 548 950</b>  | <b>8 419 816</b>         | <b>1 379 968 766</b> |

The accounting policies on page 19 and the notes on pages 20 to 54 form an integral part of the summary consolidated financial statements.

## Oos Vrystaat Kaap Operations Limited

(Registration number 1999/004069/06)

Summary Consolidated Financial Statements for the year ended 28 February 2022

### Statement of Changes in Equity

|  | Share capital      | Share premium | Total share capital | Treasury shares     | Retained income      | Total attributable to equity holders of the group / company | Non-controlling interest | Total equity         |
|--|--------------------|---------------|---------------------|---------------------|----------------------|---|--------------------------|----------------------|
|  | R                  | R             | R                   | R                   | R                    | R   | R                        | R                    |
| <b>Group</b>   |                    |               |                     |                     |                      |   |                          |                      |
| <b>Balance carried over at 01 March 2021</b>   | <b>70 341 094</b>  | <b>24 940</b> | <b>70 366 034</b>   | <b>(48 091 415)</b> | <b>1 349 274 331</b> | <b>1 371 548 950</b>  | <b>8 419 816</b>         | <b>1 379 968 766</b> |
| Profit for the year  | -                  | -             | -                   | -                   | 193 467 542          | 193 467 542   | 1 730 718                | 195 198 260          |
| Other comprehensive income   | -                  | -             | -                   | -                   | -                    | -   | -                        | -                    |
| <b>Total comprehensive income for the year</b>   | <b>-</b>           | <b>-</b>      | <b>-</b>            | <b>-</b>            | <b>193 467 542</b>   | <b>193 467 542</b>  | <b>1 730 718</b>         | <b>195 198 260</b>   |
| Shares bought back   | (1 282 999)        | -             | (1 282 999)         | -                   | -                    | (1 282 999)   | -                        | (1 282 999)          |
| Dividends  | -                  | -             | -                   | -                   | (34 830 287)         | (34 830 287)  | -                        | (34 830 287)         |
| <b>Total contributions by and distributions to owners of the company recognised directly in equity</b> | <b>(1 282 999)</b> | <b>-</b>      | <b>(1 282 999)</b>  | <b>-</b>            | <b>(34 830 287)</b>  | <b>(36 113 286)</b>   | <b>-</b>                 | <b>(36 113 286)</b>  |
| <b>Balance at 28 February 2022</b>   | <b>69 058 095</b>  | <b>24 940</b> | <b>69 083 035</b>   | <b>(48 091 415)</b> | <b>1 507 911 586</b> | <b>1 528 903 206</b>  | <b>10 150 534</b>        | <b>1 539 053 740</b> |
| Notes  | 18                 | 18            | 18                  |                     |                      |   |                          |                      |

The accounting policies on page 19 and the notes on pages 20 to 54 form an integral part of the summary consolidated financial statements.

## Oos Vrystaat Kaap Operations Limited

(Registration number 1999/004069/06)

Summary Consolidated Financial Statements for the year ended 28 February 2022

### Statement of Changes in Equity

|  | Share capital      | Share premium | Total share capital | Retained income      | Total equity         |
|--|--------------------|---------------|---------------------|----------------------|----------------------|
|  | R                  | R             | R                   | R                    | R                    |
| <b>Company</b>   |                    |               |                     |                      |                      |
| <b>Balance at 01 March 2020</b>  | <b>73 906 658</b>  | <b>24 940</b> | <b>73 931 598</b>   | <b>1 247 298 496</b> | <b>1 321 230 094</b> |
| Profit for the year  | -                  | -             | -                   | 144 406 728          | 144 406 728          |
| Other comprehensive income   | -                  | -             | -                   | -                    | -                    |
| <b>Total comprehensive income for the year</b>   | <b>-</b>           | <b>-</b>      | <b>-</b>            | <b>144 406 728</b>   | <b>144 406 728</b>   |
| Repurchase of shares   | (3 565 564)        | -             | (3 565 564)         | -                    | (3 565 564)          |
| Deemed dividend with shares buy back   | -                  | -             | -                   | (36 750 000)         | (36 750 000)         |
| Dividends  | -                  | -             | -                   | (32 995 869)         | (32 995 869)         |
| <b>Total contributions by and distributions to owners of the company recognised directly in equity</b> | <b>(3 565 564)</b> | <b>-</b>      | <b>(3 565 564)</b>  | <b>(69 745 869)</b>  | <b>(73 311 433)</b>  |
| <b>Balance at 01 March 2021</b>  | <b>70 341 094</b>  | <b>24 940</b> | <b>70 366 034</b>   | <b>1 321 959 355</b> | <b>1 392 325 389</b> |
| Profit for the year  | -                  | -             | -                   | 194 336 503          | 194 336 503          |
| Other comprehensive income   | -                  | -             | -                   | -                    | -                    |
| <b>Total comprehensive income for the year</b>   | <b>-</b>           | <b>-</b>      | <b>-</b>            | <b>194 336 503</b>   | <b>194 336 503</b>   |
| Repurchase of shares   | (1 282 999)        | -             | (1 282 999)         | -                    | (1 282 999)          |
| Dividends  | -                  | -             | -                   | (37 358 023)         | (37 358 023)         |
| <b>Total contributions by and distributions to owners of the company recognised directly in equity</b> | <b>(1 282 999)</b> | <b>-</b>      | <b>(1 282 999)</b>  | <b>(37 358 023)</b>  | <b>(38 641 022)</b>  |
| <b>Balance at 28 February 2022</b>   | <b>69 058 095</b>  | <b>24 940</b> | <b>69 083 035</b>   | <b>1 478 937 835</b> | <b>1 548 020 870</b> |
| Notes  | 18                 | 18            | 18                  |                      |                      |

The accounting policies on page 19 and the notes on pages 20 to 54 form an integral part of the summary consolidated financial statements.

## Oos Vrystaat Kaap Operations Limited

(Registration number 1999/004069/06)

Summary Consolidated Financial Statements for the year ended 28 February 2022

### Statement of Cash Flows

|   | Note(s) | Group                  |                        | Company                |                        |
|---|---------|------------------------|------------------------|------------------------|------------------------|
|   |         | 2022<br>R              | 2021<br>R              | 2022<br>R              | 2021<br>R              |
| <b>Cash flows from operating activities</b>                   |         |                        |                        |                        |                        |
| Cash used in operations                                       | 33      | (135 795 744)          | (296 748 832)          | (134 097 358)          | (254 284 670)          |
| Interest income   | 26&29   | 159 639 553            | 150 992 450            | 163 461 485            | 156 351 394            |
| Dividends received  |         | 9 898                  | 14 120                 | 5 051 897              | 105 614                |
| Finance costs   | 31      | (76 126 685)           | (79 953 432)           | (76 020 208)           | (79 720 519)           |
| Tax paid  | 34      | (67 023 379)           | (36 025 523)           | (64 752 804)           | (34 946 007)           |
| <b>Net cash used in operating activities</b>                  |         | <b>(119 296 357)</b>   | <b>(261 721 217)</b>   | <b>(106 356 988)</b>   | <b>(212 494 188)</b>   |
| <b>Cash flows from investing activities</b>                   |         |                        |                        |                        |                        |
| Purchase of property, plant and equipment                     | 4       | (69 340 799)           | (31 316 495)           | (67 562 850)           | (29 810 857)           |
| Sale of property, plant and equipment                         | 4       | 15 926 688             | 8 248 912              | 15 899 083             | 7 806 413              |
| Transfer to property, plant and equipment                     | 4       | 1 415 459              | -                      | 1 703 134              | -                      |
| Purchase of investment property                               | 3       | (372 393)              | (7 695)                | (1 282 411)            | (7 695)                |
| Purchase of intangible assets                                 | 6       | (80 840)               | -                      | -                      | -                      |
| Loans to group companies repaid                               |         | -                      | -                      | 19 242 558             | 46 919 216             |
| Loans advanced to group companies                             |         | (3 753 236)            | (1 000 876)            | (10 184 112)           | (8 413 133)            |
| Investment in joint venture                                   |         | -                      | -                      | -                      | 490                    |
| Investment in subsidiaries                                    |         | -                      | -                      | (100)                  | -                      |
| Sale of financial assets                                      |         | 1 498                  | 32 038                 | 1 498                  | 32 038                 |
| Business combinations   | 36      | (4 160 000)            | -                      | -                      | -                      |
| Assets under R7 000 obtained with business combination        |         | 98 317                 | -                      | -                      | -                      |
| <b>Net cash (used in)/generated from investing activities</b> |         | <b>(60 265 306)</b>    | <b>(24 044 116)</b>    | <b>(42 183 200)</b>    | <b>16 526 470</b>      |
| <b>Cash flows from financing activities</b>                   |         |                        |                        |                        |                        |
| Reduction of share capital or buy back of shares              | 18      | (1 283 000)            | (3 565 564)            | (1 283 000)            | (3 565 563)            |
| Proceeds from loans from group companies                      |         | 13 023 678             | -                      | 1 841 621              | 1 294 024              |
| Repayment of loans from group companies                       |         | -                      | (4 427 512)            | (932 401)              | (6 501 035)            |
| Proceeds from shareholders loan                               |         | 20 744 082             | -                      | 20 744 082             | -                      |
| Repayment of shareholders loan                                |         | -                      | (16 056 332)           | -                      | (16 056 332)           |
| Deemed dividend with buy back of shares                       | 35      | -                      | (36 750 000)           | -                      | (36 750 000)           |
| Dividends paid  | 35      | (34 830 287)           | (29 769 740)           | (37 358 023)           | (32 995 869)           |
| Treasury shares   |         | -                      | 31 026 354             | -                      | -                      |
| Non-controlling interest shares bought back                   |         | -                      | (1 829 299)            | -                      | -                      |
| <b>Net cash used in financing activities</b>                  |         | <b>(2 345 527)</b>     | <b>(61 372 093)</b>    | <b>(16 987 721)</b>    | <b>(94 574 775)</b>    |
| <b>Total cash movement for the year</b>                       |         | <b>(181 907 190)</b>   | <b>(347 137 426)</b>   | <b>(165 527 909)</b>   | <b>(290 542 493)</b>   |
| Cash and cash equivalents at the beginning of the year        |         | (1 372 055 601)        | (1 024 918 175)        | (1 407 670 520)        | (1 117 128 027)        |
| <b>Cash and cash equivalents at the end of the year</b>       | 17      | <b>(1 553 962 791)</b> | <b>(1 372 055 601)</b> | <b>(1 573 198 429)</b> | <b>(1 407 670 520)</b> |

The accounting policies on page 19 and the notes on pages 20 to 54 form an integral part of the summary consolidated financial statements.

## **Oos Vrystaat Kaap Operations Limited**

(Registration number 1999/004069/06)

Summary Consolidated Financial Statements for the year ended 28 February 2022

### **Accounting Policies**

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#### **1. Presentation of Summary Consolidated Financial Statements**

The group has set up these summary consolidated financial statements from the consolidated financial statements. The consolidated financial statements are prepared in accordance with International Financial Reporting Standards and the Companies Act, no. 71 of 2008. The summary consolidated financial statements have been prepared on the historical cost basis. They are presented in South African Rands.

## Oos Vrystaat Kaap Operations Limited

(Registration number 1999/004069/06)

Summary Consolidated Financial Statements for the year ended 28 February 2022

### Notes to the Summary Consolidated Financial Statements

#### 2. New Standards and Interpretations

##### 2.1 Standards and interpretations effective and adopted in the current year

In the current year, the group has adopted the following standards and interpretations that are effective for the current financial year and that are relevant to its operations:

| Standard/ Interpretation:   | Effective date:<br>Years beginning on or after | Expected impact:                              |
|---|--|---|
| • Interest Rate Benchmark Reform - Phase 2: Amendments to IFRS 7  | 01 January 2021                                | The impact of the amendments is not material. |
| • Interest Rate Benchmark Reform - Phase 2: Amendments to IFRS 9  | 01 January 2021                                | The impact of the amendments is not material. |
| • Interest Rate Benchmark Reform - Phase 2: Amendments to IFRS 16 | 01 January 2021                                | The impact of the amendments is not material. |
| • Interest Rate Benchmark Reform - Phase 2: Amendments to IAS 39  | 01 January 2021                                | The impact of the amendments is not material. |

##### 2.2 Standards and interpretations not yet effective

The group has chosen not to early adopt the following standards and interpretations, which have been published and are mandatory for the group's accounting periods beginning on or after 01 March 2021 or later periods:

| Standard/ Interpretation:   | Effective date:<br>Years beginning on or after | Expected impact:                         |
|---|--|--|
| • Deferred tax related to assets and liabilities arising from a single transaction - Amendments to IAS 12 | 01 January 2023                                | Unlikely there will be a material impact |
| • Disclosure of accounting policies: Amendments to IAS 1 and IFRS Practice Statement 2.                   | 01 January 2023                                | Unlikely there will be a material impact |
| • Definition of accounting estimates: Amendments to IAS 8   | 01 January 2023                                | Unlikely there will be a material impact |
| • Classification of Liabilities as Current or Non-Current - Amendment to IAS 1                            | 01 January 2023                                | Unlikely there will be a material impact |
| • Annual Improvement to IFRS Standards 2018-2020: Amendments to IFRS 1                                    | 01 January 2022                                | Unlikely there will be a material impact |
| • Annual Improvement to IFRS Standards 2018-2020: Amendments to IFRS 9                                    | 01 January 2022                                | Unlikely there will be a material impact |
| • Property, Plant and Equipment: Proceeds before Intended Use: Amendments to IAS 16                       | 01 January 2022                                | Unlikely there will be a material impact |

#### 3. Investment property

| Group               | 2022       |                          |                | 2021       |                          |                |
|---------------------|------------|--------------------------|----------------|------------|--------------------------|----------------|
|                     | Cost       | Accumulated depreciation | Carrying value | Cost       | Accumulated depreciation | Carrying value |
| Investment property | 21 396 111 | (2 370 154)              | 19 025 957     | 21 023 718 | (2 151 151)              | 18 872 567     |

| Company             | 2022       |                          |                | 2021       |                          |                |
|---------------------|------------|--------------------------|----------------|------------|--------------------------|----------------|
|                     | Cost       | Accumulated depreciation | Carrying value | Cost       | Accumulated depreciation | Carrying value |
| Investment property | 30 739 204 | (2 710 891)              | 28 028 313     | 29 456 793 | (2 404 533)              | 27 052 260     |

## Oos Vrystaat Kaap Operations Limited

(Registration number 1999/004069/06)

Summary Consolidated Financial Statements for the year ended 28 February 2022

### Notes to the Summary Consolidated Financial Statements

#### 3. Investment property (continued)

##### Reconciliation of investment property - Group - 2022

|                     | Opening balance | Additions | Depreciation | Total      |
|---------------------|-----------------|-----------|--------------|------------|
| Investment property | 18 872 567      | 372 393   | (219 003)    | 19 025 957 |

##### Reconciliation of investment property - Group - 2021

|                     | Opening balance | Additions | Transfers | Depreciation | Total      |
|---------------------|-----------------|-----------|-----------|--------------|------------|
| Investment property | 19 468 013      | 7 695     | (392 905) | (210 236)    | 18 872 567 |

##### Reconciliation of investment property - Company - 2022

|                     | Opening balance | Additions | Depreciation | Total      |
|---------------------|-----------------|-----------|--------------|------------|
| Investment property | 27 052 260      | 1 282 411 | (306 358)    | 28 028 313 |

##### Reconciliation of investment property - Company - 2021

|                                     | Opening balance | Additions  | Depreciation | Total      |
|-------------------------------------|-----------------|------------|--------------|------------|
| Investment property                 | 27 339 075      | 7 695      | (294 510)    | 27 052 260 |
| Fair value of investment properties | 28 140 911      | 23 389 769 | 34 735 886   | 34 202 311 |
| Rental income received              | 4 498 743       | 3 712 983  | 5 172 288    | 4 356 197  |

A register containing the information required by schedule 29(1) of the Companies Act and Regulation 25(3) of the Companies Regulations is available for inspection at the registered office of the company.

The fair value of Investment Property is determined by an Income based (cash flow) method and level 3 input data is used. The cash flow valuation is based on current and expected rental income as well as an appropriate discount rate. The discount rate includes expected risk in respect of cash flow from each property.

Risk factors included:

- The risk that the leases may be unexpectedly canceled by the lessee.
- The risk for lease changes.
- Provision for expected capital costs related to maintenance and upkeep.

|  |        |        |        |        |
|--|--------|--------|--------|--------|
| Average expected increases in rental income:     | 9.13%  | 8.43%  | 9.13%  | 8.43%  |
| Average discount rate adjusted for risk factors: | 19.14% | 18.12% | 19.14% | 18.12% |

## Oos Vrystaat Kaap Operations Limited

(Registration number 1999/004069/06)

Summary Consolidated Financial Statements for the year ended 28 February 2022

### Notes to the Summary Consolidated Financial Statements

#### 4. Property, plant and equipment

| Group                           | 2022               |                          |                    | 2021               |                          |                    |
|---------------------------------|--------------------|--------------------------|--------------------|--------------------|--------------------------|--------------------|
|                                 | Cost               | Accumulated depreciation | Carrying value     | Cost               | Accumulated depreciation | Carrying value     |
| Property and improvements       | 390 084 778        | (104 084 733)            | 286 000 045        | 385 431 665        | (95 552 870)             | 289 878 795        |
| Machinery and equipment         | 193 221 901        | (124 556 108)            | 68 665 793         | 183 167 590        | (116 136 193)            | 67 031 397         |
| Motor vehicles                  | 95 245 104         | (51 797 366)             | 43 447 738         | 96 578 152         | (53 213 825)             | 43 364 327         |
| Computer equipment and software | 33 106 615         | (27 032 152)             | 6 074 463          | 30 193 078         | (22 749 542)             | 7 443 536          |
| Aeroplane                       | -                  | -                        | -                  | 5 888 364          | (2 932 218)              | 2 956 146          |
| Work in progress                | 36 661 823         | -                        | 36 661 823         | 1 725 732          | -                        | 1 725 732          |
| Demonstration vehicles          | 3 140 652          | (314 577)                | 2 826 075          | 3 409 584          | (338 036)                | 3 071 548          |
| <b>Total</b>                    | <b>751 460 873</b> | <b>(307 784 936)</b>     | <b>443 675 937</b> | <b>706 394 165</b> | <b>(290 922 684)</b>     | <b>415 471 481</b> |

| Company                         | 2022               |                          |                    | 2021               |                          |                    |
|---------------------------------|--------------------|--------------------------|--------------------|--------------------|--------------------------|--------------------|
|                                 | Cost               | Accumulated depreciation | Carrying value     | Cost               | Accumulated depreciation | Carrying value     |
| Property and improvements       | 324 417 348        | (99 301 754)             | 225 115 594        | 320 815 053        | (91 548 993)             | 229 266 060        |
| Machinery and equipment         | 179 694 805        | (117 307 296)            | 62 387 509         | 170 534 411        | (110 070 516)            | 60 463 895         |
| Motor vehicles                  | 93 749 745         | (50 987 975)             | 42 761 770         | 95 082 793         | (52 486 854)             | 42 595 939         |
| Computer equipment and software | 32 751 582         | (26 732 625)             | 6 018 957          | 29 858 494         | (22 488 694)             | 7 369 800          |
| Aeroplane                       | -                  | -                        | -                  | 5 888 364          | (2 932 218)              | 2 956 146          |
| Work in progress                | 36 638 728         | -                        | 36 638 728         | 1 484 563          | -                        | 1 484 563          |
| Demonstration vehicles          | 1 977 942          | (176 973)                | 1 800 969          | 2 399 426          | (202 913)                | 2 196 513          |
| <b>Total</b>                    | <b>669 230 150</b> | <b>(294 506 623)</b>     | <b>374 723 527</b> | <b>626 063 104</b> | <b>(279 730 188)</b>     | <b>346 332 916</b> |

#### Reconciliation of property, plant and equipment - Group - 2022

|                                 | Opening balance    | Additions         | Disposals          | Transfers          | Depreciation        | Total              |
|---------------------------------|--------------------|-------------------|--------------------|--------------------|---------------------|--------------------|
| Property and improvements       | 289 878 795        | 6 263 955         | (1 599 234)        | -                  | (8 543 471)         | 286 000 045        |
| Machinery and equipment         | 67 031 397         | 12 649 182        | (495 941)          | 216 571            | (10 735 416)        | 68 665 793         |
| Motor vehicles                  | 43 364 327         | 9 475 492         | (3 393 003)        | -                  | (5 999 078)         | 43 447 738         |
| Computer equipment and software | 7 443 536          | 4 290 347         | (764 091)          | -                  | (4 895 329)         | 6 074 463          |
| Aeroplane                       | 2 956 146          | -                 | (2 956 146)        | -                  | -                   | -                  |
| Work in progress                | 1 725 732          | 36 661 823        | (24 598)           | (1 701 134)        | -                   | 36 661 823         |
| Demonstration vehicles          | 3 071 548          | -                 | -                  | 69 104             | (314 577)           | 2 826 075          |
|                                 | <b>415 471 481</b> | <b>69 340 799</b> | <b>(9 233 013)</b> | <b>(1 415 459)</b> | <b>(30 487 871)</b> | <b>443 675 937</b> |

#### Reconciliation of property, plant and equipment - Group - 2021

|                                 | Opening balance    | Additions         | Disposals          | Transfers      | Depreciation        | Total              |
|---------------------------------|--------------------|-------------------|--------------------|----------------|---------------------|--------------------|
| Property and improvements       | 295 014 968        | 3 760 313         | (933 095)          | 943 452        | (8 906 843)         | 289 878 795        |
| Machinery and equipment         | 64 669 848         | 13 759 543        | (618 646)          | -              | (10 779 348)        | 67 031 397         |
| Motor vehicles                  | 47 002 920         | 5 994 906         | (3 322 615)        | -              | (6 310 884)         | 43 364 327         |
| Computer equipment and software | 4 024 995          | 2 666 417         | (163 452)          | 4 090 545      | (3 174 969)         | 7 443 536          |
| Aeroplane                       | 2 956 146          | -                 | -                  | -              | -                   | 2 956 146          |
| Work in progress                | 4 641 092          | 1 725 732         | -                  | (4 641 092)    | -                   | 1 725 732          |
| Demonstration vehicles          | -                  | 3 409 584         | -                  | -              | (338 036)           | 3 071 548          |
|                                 | <b>418 309 969</b> | <b>31 316 495</b> | <b>(5 037 808)</b> | <b>392 905</b> | <b>(29 510 080)</b> | <b>415 471 481</b> |

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#### 4. Property, plant and equipment (continued)

##### Reconciliation of property, plant and equipment - Company - 2022

|                                 | Opening<br>balance | Additions         | Disposals          | Transfers          | Depreciation        | Total              |
|---------------------------------|--------------------|-------------------|--------------------|--------------------|---------------------|--------------------|
| Property and improvements       | 229 266 060        | 5 213 136         | (1 599 234)        | -                  | (7 764 368)         | 225 115 594        |
| Machinery and equipment         | 60 463 895         | 11 965 597        | (492 935)          | -                  | (9 549 048)         | 62 387 509         |
| Motor vehicles                  | 42 595 939         | 9 475 492         | (3 393 003)        | -                  | (5 916 658)         | 42 761 770         |
| Computer equipment and software | 7 369 800          | 4 269 897         | (764 090)          | -                  | (4 856 650)         | 6 018 957          |
| Aeroplane                       | 2 956 146          | -                 | (2 956 146)        | -                  | -                   | -                  |
| Work in progress                | 1 484 563          | 36 638 728        | -                  | (1 484 563)        | -                   | 36 638 728         |
| Demonstration vehicles          | 2 196 513          | -                 | -                  | (218 571)          | (176 973)           | 1 800 969          |
|                                 | <b>346 332 916</b> | <b>67 562 850</b> | <b>(9 205 408)</b> | <b>(1 703 134)</b> | <b>(28 263 697)</b> | <b>374 723 527</b> |

##### Reconciliation of property, plant and equipment - Company - 2021

|                                 | Opening<br>balance | Additions         | Disposals          | Depreciation        | Transfer<br>between<br>assets | Total              |
|---------------------------------|--------------------|-------------------|--------------------|---------------------|-------------------------------|--------------------|
| Property and improvements       | 234 035 976        | 3 748 731         | (933 094)          | (8 136 100)         | 550 547                       | 229 266 060        |
| Machinery and equipment         | 56 715 368         | 13 535 991        | (374 743)          | (9 412 721)         | -                             | 60 463 895         |
| Motor vehicles                  | 45 917 441         | 5 988 904         | (3 128 094)        | (6 182 312)         | -                             | 42 595 939         |
| Computer equipment and software | 3 912 075          | 2 653 243         | (161 381)          | (3 124 682)         | 4 090 545                     | 7 369 800          |
| Aeroplane                       | 2 956 146          | -                 | -                  | -                   | -                             | 2 956 146          |
| Work in progress                | 4 641 092          | 1 484 563         | -                  | -                   | (4 641 092)                   | 1 484 563          |
| Demonstration vehicles          | -                  | 2 399 426         | -                  | (202 913)           | -                             | 2 196 513          |
|                                 | <b>348 178 098</b> | <b>29 810 858</b> | <b>(4 597 312)</b> | <b>(27 058 728)</b> | <b>-</b>                      | <b>346 332 916</b> |

A register containing the information required by schedule 29(1) of the Companies Act and Regulation 25(3) of the Companies Regulations is available for inspection at the registered office of the company.

#### 5. Leases (group as lessee)

The group leases several land and buildings. The average lease term is 7 years (2021: 7 years).

Details pertaining to leasing arrangements, where the group is the lessee are presented below:

##### Net carrying amounts of right-of-use assets

|   |                   |                   |                   |                  |
|---|-------------------|-------------------|-------------------|------------------|
| Land and buildings - Cost                     | 17 034 877        | 13 053 439        | 15 367 201        | 11 385 763       |
| Land and buildings - Accumulated depreciation | (4 901 889)       | (2 285 939)       | (4 337 192)       | (2 009 493)      |
|   | <b>12 132 988</b> | <b>10 767 500</b> | <b>11 030 009</b> | <b>9 376 270</b> |

##### Depreciation recognised on right-of-use assets

Depreciation recognised on each class of right-of-use assets, is presented below. It includes depreciation which has been expensed in the total depreciation charge in profit or loss (note 28).

|                    |           |           |           |           |
|--------------------|-----------|-----------|-----------|-----------|
| Land and buildings | 2 615 951 | 2 265 606 | 2 327 700 | 2 006 828 |
|--------------------|-----------|-----------|-----------|-----------|

##### Other disclosures

|  |           |           |           |           |
|--|-----------|-----------|-----------|-----------|
| Interest expense on lease liabilities  | 866 144   | 785 938   | 762 704   | 675 977   |
| Leases of low value assets or short term leases included in operating expenses | 3 487 265 | 5 411 379 | 2 977 455 | 5 007 432 |

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|  | Group     |           | Company   |           |
|--|-----------|-----------|-----------|-----------|
|  | 2022<br>R | 2021<br>R | 2022<br>R | 2021<br>R |

#### 5. Leases (group as lessee) (continued)

##### Finance lease liabilities

The maturity analysis of lease liabilities is as follows:

|                                |                   |                   |                   |                   |
|--------------------------------|-------------------|-------------------|-------------------|-------------------|
| Within one year                | 2 852 059         | 2 588 987         | 2 540 533         | 2 298 413         |
| Two to five years              | 7 928 762         | 7 565 790         | 6 832 215         | 6 287 612         |
| More than five years           | 6 347 541         | 3 805 401         | 6 347 541         | 3 675 549         |
|                                | <b>17 128 362</b> | <b>13 960 178</b> | <b>15 720 289</b> | <b>12 261 574</b> |
| Less finance charges component | (3 966 171)       | (3 045 723)       | (3 741 633)       | (2 717 788)       |
|                                | <b>13 162 191</b> | <b>10 914 455</b> | <b>11 978 656</b> | <b>9 543 786</b>  |
| Non-current liabilities        | 11 155 841        | 9 105 348         | 10 196 762        | 7 921 813         |
| Current liabilities            | 2 006 350         | 1 809 107         | 1 781 894         | 1 621 973         |
|                                | <b>13 162 191</b> | <b>10 914 455</b> | <b>11 978 656</b> | <b>9 543 786</b>  |

#### 6. Intangible assets

| Group              | 2022              |                          |                  | 2021              |                          |                |
|--------------------|-------------------|--------------------------|------------------|-------------------|--------------------------|----------------|
|                    | Cost              | Accumulated amortisation | Carrying value   | Cost              | Accumulated amortisation | Carrying value |
| Customer relations | 15 548 147        | (11 433 792)             | 4 114 355        | 11 405 624        | (10 909 624)             | 496 000        |
| Trade names        | 7 664 909         | (7 664 909)              | -                | 7 664 909         | (7 664 909)              | -              |
| Software           | 1 200 000         | (1 200 000)              | -                | 1 200 000         | (1 200 000)              | -              |
| <b>Total</b>       | <b>24 413 056</b> | <b>(20 298 701)</b>      | <b>4 114 355</b> | <b>20 270 533</b> | <b>(19 774 533)</b>      | <b>496 000</b> |

| Company            | 2022      |                          |                | 2021      |                          |                |
|--------------------|-----------|--------------------------|----------------|-----------|--------------------------|----------------|
|                    | Cost      | Accumulated amortisation | Carrying value | Cost      | Accumulated amortisation | Carrying value |
| Customer relations | 5 675 000 | (5 675 000)              | -              | 5 675 000 | (5 675 000)              | -              |

##### Reconciliation of intangible assets - Group - 2022

|                    | Opening balance | Additions | Amortisation | Total     |
|--------------------|-----------------|-----------|--------------|-----------|
| Customer relations | 496 000         | 4 142 523 | (524 168)    | 4 114 355 |

##### Reconciliation of intangible assets - Group - 2021

|                    | Opening balance | Amortisation | Total   |
|--------------------|-----------------|--------------|---------|
| Customer relations | 744 000         | (248 000)    | 496 000 |

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|  | Group     |           | Company   |           |
|--|-----------|-----------|-----------|-----------|
|  | 2022<br>R | 2021<br>R | 2022<br>R | 2021<br>R |

#### 7. Investment in subsidiaries

The following table lists the entities which are controlled by the group, either directly or indirectly through subsidiaries.

##### Company

| Name of company  | %<br>holding<br>2022 | %<br>holding<br>2021 | Carrying<br>amount 2022 | Carrying<br>amount 2021 |
|--|----------------------|----------------------|-------------------------|-------------------------|
| Oos Vrystaat Kunsmis Proprietary Limited                 | 62.07 %              | 62.07 %              | 10 706 345              | 10 706 345              |
| OVK Rekenaardienste Proprietary Limited                  | 100.00 %             | 100.00 %             | 100                     | 100                     |
| Van Lill Woolbuyers Proprietary Limited                  | 100.00 %             | 100.00 %             | 120                     | 120                     |
| Oos Kaap Boerdery en Graanhandelaars Proprietary Limited | 100.00 %             | 100.00 %             | 8                       | 8                       |
| OVK Eiendomme Proprietary Limited                        | 100.00 %             | 100.00 %             | 120                     | 120                     |
| Blue Crane Fibre Proprietary Limited                     | 100.00 %             | 100.00 %             | 100                     | 100                     |
| OVK Lesotho Proprietary Limited                          | 100.00 %             | 100.00 %             | -                       | -                       |
| Matla Energy Proprietary Limited                         | 74.00 %              | 74.00 %              | 740                     | 740                     |
| OVK Finansiële Dienste Proprietary Limited               | 100.00 %             | - %                  | 100                     | -                       |
|  |                      |                      | 10 707 633              | 10 707 533              |

The net results of the subsidiaries are fully accounted for in the financial statements of the Group.

The non-controlling interest for the period is a profit of R 1 730 718 (2021: profit R 677 385), of which a profit of R 1 627 091 (2021: profit R 517 245) is attributed to Oos Vrystaat Kunsmis Proprietary Limited and a profit of R 103 627 (2021: profit R 160 140) is attributed to Matla Energy Proprietary Limited. The non-controlling interest is not material to the group.

#### 8. Investment in joint ventures

##### Group

| Name of company                          | %<br>ownership<br>interest<br>2022 | %<br>ownership<br>interest<br>2021 | Carrying<br>amount<br>2022 | Carrying<br>amount<br>2021 |
|--|------------------------------------|------------------------------------|----------------------------|----------------------------|
| Sinethemba Mafama Proprietary Limited    | 49.00 %                            | 49.00 %                            | 2 127 375                  | 2 035 205                  |
| Orange River Popcorn Proprietary Limited | 50.00 %                            | 50.00 %                            | 4 091 250                  | 2 867 462                  |
|  |                                    |                                    | 6 218 625                  | 4 902 667                  |

##### Company

| Name of company                          | %<br>ownership<br>interest<br>2022 | %<br>ownership<br>interest<br>2021 | Carrying<br>amount<br>2022 | Carrying<br>amount<br>2021 |
|--|------------------------------------|------------------------------------|----------------------------|----------------------------|
| Sinethemba Mafama Proprietary Limited    | 49.00 %                            | 49.00 %                            | 59                         | 59                         |
| Orange River Popcorn Proprietary Limited | 50.00 %                            | 50.00 %                            | 60                         | 60                         |
|  |                                    |                                    | 119                        | 119                        |

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|  | Group |      | Company |      |
|--|-------|------|---------|------|
|  | 2022  | 2021 | 2022    | 2021 |
|  | R     | R    | R       | R    |

#### 8. Investment in joint ventures (continued)

##### a) Interest in joint ventures

The issued share capital of the joint venture as well as the shares held by the group, was unchanged compared to the previous year, unless indicated otherwise.

##### **Sinethemba Mafama Proprietary Limited**

The group holds a 49% interest in Sinethemba Mafama Proprietary Limited. The group acquired the interest during 2005 with the founding of the company.

##### **Orange River Popcorn Proprietary Limited**

The group holds an interest of 50% in Orange River Popcorn Proprietary Limited. The group acquired the interest on 1 July 2004. Orange River Popcorn Proprietary Limited was incorporated on 6 March 2003.

##### b) Main objectives and nature of business

##### **Sinethemba Mafama Proprietary Limited**

Broker for the selling and buying of fibre and fibre products. The company operates in South Africa.

##### **Orange River Popcorn Proprietary Limited**

Buying, packing and marketing of popcorn. The company operates in South Africa.

##### c) Obligations and conditional obligations with regards to joint ventures

There are no obligations and conditional obligations with regards to the group's interest in the joint venture.

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|   | Group     |           | Company   |           |
|---|-----------|-----------|-----------|-----------|
|   | 2022<br>R | 2021<br>R | 2022<br>R | 2021<br>R |
| <b>8. Investment in joint ventures (continued)</b>  |           |           |           |           |
| <b>d) Financial information of domestic joint ventures</b>                                |           |           |           |           |
| Financial position of domestic joint ventures   |           |           |           |           |
| <b>Sinethemba Mafama Proprietary Limited</b>  |           |           |           |           |
| Non-current assets  |           |           |           |           |
| Non-financial assets  |           |           | 7 608     | 8 491     |
| Financial assets  |           |           | 161 340   | 178 933   |
| Current assets  |           |           |           |           |
| Cash and cash equivalents   |           |           | 33 534    | 20 000    |
| Other current assets  |           |           | 6 327 639 | 5 974 121 |
| Current liabilities   |           |           |           |           |
| Trade and other payables  |           |           | 2 181 812 | 2 007 854 |
| Other financial liabilities   |           |           | 6 727     | 20 211    |
| Equity  |           |           | 4 341 582 | 4 153 480 |
| Reconciliation of equity with the consolidated carrying values                            |           |           |           |           |
| Opening net assets  |           |           | 4 153 480 | 4 149 730 |
| Profit for the year   |           |           | 273 814   | 190 472   |
| Dividends declared  |           |           | (85 712)  | (186 722) |
| Closing net assets  |           |           | 4 341 582 | 4 153 480 |
| Interest of the group in abovementioned equity, based on the shareholding of the entities |           |           | 2 127 316 | 2 035 146 |
| Cost of investment  |           |           | 59        | 59        |
| Carrying value of investment  |           |           | 2 127 375 | 2 035 205 |
| Financial performance of domestic joint venture   |           |           |           |           |
| Income  |           |           | 2 215 311 | 1 786 032 |
| Earnings before interest, tax, depreciation and amortisation                              |           |           | 247 441   | 88 084    |
| Depreciation  |           |           | (884)     | (1 043)   |
| Interest received   |           |           | 133 740   | 179 043   |
| Finance costs   |           |           | -         | (1 540)   |
| Pre-tax profit  |           |           | 380 297   | 264 544   |
| Tax   |           |           | (106 483) | (74 072)  |
| Profit for the year   |           |           | 273 814   | 190 472   |
| Reconciliation of summarised financial information  |           |           |           |           |
| Profit for the year   |           |           | 273 814   | 190 472   |
| Profit for the period of shareholding   |           |           | 273 814   | 190 472   |
| Adjusted profit   |           |           | -         | -         |
| % Share in joint venture  |           |           | 49%       | 49%       |
| Amount of shareholding  |           |           | 134 169   | 93 331    |

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|   | Group     |           | Company     |             |
|---|-----------|-----------|-------------|-------------|
|   | 2022<br>R | 2021<br>R | 2022<br>R   | 2021<br>R   |
| <b>8. Investment in joint ventures (continued)</b>  |           |           |             |             |
| <b>Orange River Popcorn Proprietary Limited</b>   |           |           |             |             |
| Non-current assets  |           |           |             |             |
| Non financial assets  |           |           | 1 306 836   | 1 517 397   |
| Current assets  |           |           |             |             |
| Cash and cash equivalents   |           |           | 69 673      | 463 140     |
| Other current assets  |           |           | 30 709 779  | 37 721 877  |
| Non-current liabilities   |           |           |             |             |
| Current liabilities   |           |           |             |             |
| Trade and other payables  |           |           | 7 932 474   | 6 094 484   |
| Other financial liabilities   |           |           | 15 488 135  | 25 551 322  |
| Equity  |           |           | 8 539 268   | 8 056 608   |
| Reconciliation of equity with the consolidated carrying values                            |           |           |             |             |
| Pre-acquisition profits   |           |           | 359 686     | 359 686     |
| After acquisition profits - Opening balance   |           |           | 5 732 008   | 4 115 734   |
| Profit/(loss) for the year - after acquisition of interest                                |           |           | 482 663     | 3 581 188   |
| Adjustment to profit for the year   |           |           | 1 964 911   | (1 964 911) |
| Closing net assets  |           |           | 8 539 268   | 6 091 697   |
| Interest of the group in abovementioned equity, based on the shareholding of the entities |           |           | 4 091 190   | 2 867 402   |
| Cost of investment  |           |           | 60          | 60          |
| Carrying value of investment  |           |           | 4 091 250   | 2 867 462   |
| Financial performance of domestic joint venture   |           |           |             |             |
| Income  |           |           | 261 148 311 | 175 544 324 |
| Earnings before interest, tax, depreciation and amortisation                              |           |           | 4 648 822   | 8 568 886   |
| Waardevermindering  |           |           | (149 269)   | (149 270)   |
| Interest received   |           |           | -           | 6 052       |
| Finance costs   |           |           | (3 829 185) | (3 451 795) |
| Pre-tax profit/(loss)   |           |           | 670 368     | 4 973 873   |
| Tax   |           |           | (187 705)   | (1 392 685) |
| Profit/(loss) for the year  |           |           | 482 663     | 3 581 188   |
| Adjustment to profit for the year   |           |           | 1 964 911   | (1 964 911) |
| Adjusted profit/(loss) for the year   |           |           | 2 447 574   | 1 616 277   |
| Reconciliation of summarised financial information  |           |           |             |             |
| Profit/(loss) for the year  |           |           | 2 447 574   | 1 616 277   |
| Profit/(loss) for the period of shareholding  |           |           | 2 447 574   | 1 616 277   |
| Adjusted profit   |           |           | -           | -           |
| % Share in joint venture  |           |           | 50%         | 50%         |
| Amount of shareholding  |           |           | 1 223 787   | 808 139     |

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|  | Group     |           | Company   |           |
|--|-----------|-----------|-----------|-----------|
|  | 2022<br>R | 2021<br>R | 2022<br>R | 2021<br>R |

#### 9. Investments in associates

##### Group

| Name of company                    | %<br>ownership<br>interest<br>2022 | %<br>ownership<br>interest<br>2021 | Carrying<br>amount 2022 | Carrying<br>amount 2021 |
|------------------------------------|------------------------------------|------------------------------------|-------------------------|-------------------------|
| VGK Beleggings Proprietary Limited | 44.11 %                            | 44.11 %                            | 4 628 915               | 4 195 370               |

##### Company

| Name of company                    | %<br>ownership<br>interest<br>2022 | %<br>ownership<br>interest<br>2021 | Carrying<br>amount 2022 | Carrying<br>amount 2021 |
|------------------------------------|------------------------------------|------------------------------------|-------------------------|-------------------------|
| VGK Beleggings Proprietary Limited | 44.11 %                            | 44.11 %                            | 141 643                 | 141 643                 |

##### a) Interest in associate company

The issued share capital of the associated company as well as the interest held by the group is unchanged compared to the previous year except if otherwise indicated.

##### VGK Beleggings Proprietary Limited

The group holds an interest of 44.11% in VGK Beleggings Proprietary Limited. The group acquired an interest of 25% during 2005. The interest increased to 32.78% during 2007, to 39.44% in 2014 and to 44.11% in 2016. No quoted market price is available for VGK Beleggings Proprietary Limited's shares.

##### b) Main objective and nature of business

##### VGK Beleggings Proprietary Limited

Rental of property. The company operates in South Africa.

##### c) Financial information of domestic associate company

##### VGK Beleggings Proprietary Limited

|  |            |            |
|--|------------|------------|
| Non-current assets   |            |            |
| Non-financial assets   | 27 053 766 | 25 153 316 |
| Financial assets   | 5 000      | 5 000      |
| Current assets   |            |            |
| Cash and cash equivalents                                      | 3 710 886  | 3 231 496  |
| Other current assets   | 61 886     | 74 397     |
| Non-current liabilities  |            |            |
| Deferred tax   | 4 062 714  | 3 727 103  |
| Current liabilities  |            |            |
| Trade and other payables                                       | 424 421    | 365 322    |
| Equity   | 26 344 403 | 24 371 784 |
| Reconciliation of equity with the consolidated carrying values |            |            |
| Pre-acquisition profits  | 4 377 994  | 4 377 994  |
| After acquisition profits - Opening balance                    | 19 993 790 | 17 850 663 |
| Profit for the year  | 1 972 619  | 2 143 127  |
| Closing net assets   | 26 344 403 | 24 371 784 |

## Oos Vrystaat Kaap Operations Limited

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### Notes to the Summary Consolidated Financial Statements

|   | Group             |                    | Company           |                    |
|---|-------------------|--------------------|-------------------|--------------------|
|   | 2022<br>R         | 2021<br>R          | 2022<br>R         | 2021<br>R          |
| <b>9. Investments in associates (continued)</b>   |                   |                    |                   |                    |
| Accounting policy changes   |                   |                    | (6 423 103)       | (5 424 520)        |
| Adjusted closing net assets   |                   |                    | 19 921 300        | 18 938 428         |
| Interest of the group in abovementioned equity, based on the shareholding in the entity |                   |                    | 4 487 272         | 4 053 727          |
| Cost of investment  |                   |                    | 141 643           | 141 643            |
| Carrying value of investment  |                   |                    | 4 628 915         | 4 195 370          |
| Financial performance of domestic associated company                                    |                   |                    |                   |                    |
| Income  |                   |                    | 3 351 660         | 3 234 986          |
| Earnings before interest, tax, depreciation and amortisation                            |                   |                    | 2 517 498         | 2 759 135          |
| Depreciation and amortisation   |                   |                    | (14 875)          | (8 330)            |
| Interest received   |                   |                    | 136 785           | 125 459            |
| Pre-tax profit  |                   |                    | 2 639 408         | 2 876 264          |
| Tax   |                   |                    | (666 789)         | (733 137)          |
| Profit for the year   |                   |                    | 1 972 619         | 2 143 127          |
| Reconciliation of summarised financial information                                      |                   |                    |                   |                    |
| Profit for the year   |                   |                    | 1 972 619         | 2 143 127          |
| Profit for the period of shareholding   |                   |                    | 1 972 619         | 2 143 127          |
| Adjusted profit   |                   |                    | 982 872           | 1 135 708          |
| % Share in associate  |                   |                    | 44.11%            | 44.11%             |
| Amount of shareholding  |                   |                    | 433 545           | 500 961            |
| <b>10. Other financial assets</b>   |                   |                    |                   |                    |
| <b>At fair value through profit or loss - designated</b>                                |                   |                    |                   |                    |
| Product derivative financial instrument   | 89 785 487        | 124 276 815        | 89 785 487        | 124 276 815        |
| <b>Available-for-sale</b>   |                   |                    |                   |                    |
| Unlisted shares   | 94 931            | 94 931             | 94 931            | 94 931             |
| <b>Total other financial assets</b>   | <b>89 880 418</b> | <b>124 371 746</b> | <b>89 880 418</b> | <b>124 371 746</b> |
| <b>Non-current assets</b>   |                   |                    |                   |                    |
| Equity investment   | 94 931            | 94 931             | 94 931            | 94 931             |
| <b>Current assets</b>   |                   |                    |                   |                    |
| At fair value through profit or loss  | 89 785 487        | 124 276 815        | 89 785 487        | 124 276 815        |
|   | <b>89 880 418</b> | <b>124 371 746</b> | <b>89 880 418</b> | <b>124 371 746</b> |

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|  | Group     |           | Company   |           |
|--|-----------|-----------|-----------|-----------|
|  | 2022<br>R | 2021<br>R | 2022<br>R | 2021<br>R |

#### 10. Other financial assets (continued)

##### Fair value information

Unlisted investments for which there are not quoted prices in an active market and where the fair value cannot be determined, are measured at cost.

The maximum exposure to credit risk at the reporting date is equal to the fair value of the equity investment.

#### 11. Deferred tax

##### Deferred tax liability

|  |                     |                     |                     |                     |
|--|---------------------|---------------------|---------------------|---------------------|
| Accelerated tax rebates for tax purposes | (14 013 765)        | (10 449 500)        | (12 567 236)        | (8 999 921)         |
| Acquisition of subsidiary                | (15 561 316)        | (15 561 316)        | -                   | -                   |
| Hire purchase allowance                  | (6 697 081)         | (5 046 740)         | (6 719 637)         | (5 040 983)         |
| Fair value reserve                       | (2 689 262)         | (1 763 205)         | -                   | -                   |
| <b>Total deferred tax liability</b>      | <b>(38 961 424)</b> | <b>(32 820 761)</b> | <b>(19 286 873)</b> | <b>(14 040 904)</b> |

##### Deferred tax asset

|   |                   |                   |                   |                   |
|---|-------------------|-------------------|-------------------|-------------------|
| Temporary difference as a result of provisions                            | 23 783 644        | 13 786 777        | 23 020 861        | 13 204 885        |
| Tax losses available for set off against future taxable income            | 1 259 179         | 2 968 305         | -                 | -                 |
| <b>Total deferred tax asset, nett of fair value adjustment recognised</b> | <b>25 042 823</b> | <b>16 755 082</b> | <b>23 020 861</b> | <b>13 204 885</b> |

The deferred tax assets and the deferred tax liability relate to income tax in the same jurisdiction, and the law allows net settlement. Therefore, they have been offset in the statement of financial position as follows:

|   |                     |                     |                  |                  |
|---|---------------------|---------------------|------------------|------------------|
| Deferred tax liability                          | (19 271 296)        | (18 458 110)        | -                | (836 019)        |
| Deferred tax asset                              | 5 352 695           | 2 392 431           | 3 733 988        | -                |
| <b>Total net deferred tax (liability) asset</b> | <b>(13 918 601)</b> | <b>(16 065 679)</b> | <b>3 733 988</b> | <b>(836 019)</b> |

##### Reconciliation of deferred tax asset / (liability)

|                                     |                     |                     |                  |                  |
|-------------------------------------|---------------------|---------------------|------------------|------------------|
| At beginning of year                | (16 065 679)        | (23 759 633)        | (836 019)        | (6 438 544)      |
| Provision for impairment of debtors | (2 387 417)         | 836 297             | (2 354 525)      | 845 842          |
| Wear and tear allowance             | (1 171 212)         | (2 061 678)         | (1 212 790)      | (2 001 434)      |
| Hire purchase allowance             | (1 678 654)         | (151 726)           | (1 678 654)      | (151 726)        |
| Provision for expenditure           | 8 137 079           | 2 551 341           | 8 136 724        | 2 534 484        |
| Provision for employee benefits     | 167 069             | 296 239             | 134 589          | 39 175           |
| Prepayments                         | (16 693)            | (337 782)           | (16 693)         | (337 782)        |
| Right-of-use asset                  | 247 030             | 216 608             | 218 717          | 185 191          |
| Recoupment - prior year correction  | (124 232)           | -                   | -                | -                |
| Assessed loss                       | (1 546 708)         | 753 772             | -                | -                |
| Fair value adjustment               | (926 057)           | 933 689             | -                | -                |
| Discount distribution               | 9 031               | 168 419             | (95 203)         | -                |
| Provision on grain valuation        | (3 903 896)         | 3 903 896           | (3 903 896)      | 3 903 896        |
| General provision                   | 5 341 738           | 584 879             | 5 341 738        | 584 879          |
|                                     | <b>(13 918 601)</b> | <b>(16 065 679)</b> | <b>3 733 988</b> | <b>(836 019)</b> |

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|   | Group              |                    | Company            |                    |
|---|--------------------|--------------------|--------------------|--------------------|
|   | 2022<br>R          | 2021<br>R          | 2022<br>R          | 2021<br>R          |
| <b>11. Deferred tax (continued)</b>   |                    |                    |                    |                    |
| <b>Recognition of deferred tax asset</b>  |                    |                    |                    |                    |
| An entity shall disclose the amount of a deferred tax asset and the nature of the evidence supporting its recognition, when:  |                    |                    |                    |                    |
| <ul style="list-style-type: none"> <li>the utilisation of the deferred tax asset is dependent on future taxable profits in excess of the profits arising from the reversal of existing taxable temporary differences; and</li> <li>the entity has suffered a loss in either the current or preceding period in the tax jurisdiction to which the deferred tax asset relates.</li> </ul> |                    |                    |                    |                    |
| <b>12. Long term hire purchases and term loans</b>  |                    |                    |                    |                    |
| - first year  | 142 659 633        | 139 507 184        | 142 659 633        | 139 507 184        |
| - second year   | 252 227 550        | 191 243 264        | 252 227 550        | 191 243 264        |
| Gross investment in the leases  | 394 887 183        | 330 750 448        | 394 887 183        | 330 750 448        |
| Less: Unearned interest income  | (53 511 577)       | (36 575 418)       | (53 511 577)       | (36 575 418)       |
|   | <b>341 375 606</b> | <b>294 175 030</b> | <b>341 375 606</b> | <b>294 175 030</b> |
| Non-current assets  | 198 715 973        | 154 667 846        | 198 715 973        | 154 667 846        |
| Current assets included in debtors  | 142 659 633        | 139 507 184        | 142 659 633        | 139 507 184        |
|   | <b>341 375 606</b> | <b>294 175 030</b> | <b>341 375 606</b> | <b>294 175 030</b> |

The carrying value of long term hire purchase and term loans reflect their fair value.

Hire purchases can be paid over periods of more than 12 months. The underlying assets serve as security for the debt. The various accounts bear interest at fluctuating interest rates.

The effective average interest rates on hire purchases and term loans were 10.16% (2021: 8.18%).

Hire purchases are considered to be past due when one payment is in arrears or the realisable value of the underlying asset is less than the repayment amount.

The term loans are considered to be past due when one payment is in arrears.

#### The age analysis of hire purchases and term loans are as follows:

|  |                    |                    |                    |                    |
|--|--------------------|--------------------|--------------------|--------------------|
| Not overdue on reporting date                        | 326 372 587        | 276 958 114        | 326 372 587        | 276 958 114        |
| Payable at reporting date for the following periods: |                    |                    |                    |                    |
| - arrears  | 15 003 019         | 17 216 916         | 15 003 019         | 17 216 916         |
|  | <b>341 375 606</b> | <b>294 175 030</b> | <b>341 375 606</b> | <b>294 175 030</b> |

Trade receivables, hire purchases and term loans are jointly tested for impairment, refer to note 16.

Provisions on long-term hire purchases and term loans amount to R 1 650 707 (2021: R 2 567 354) which is included in note 16.

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|   | Group              |                    | Company            |                    |
|---|--------------------|--------------------|--------------------|--------------------|
|   | 2022<br>R          | 2021<br>R          | 2022<br>R          | 2021<br>R          |
| <b>13. Members funds</b>  |                    |                    |                    |                    |
| Balance at the beginning of the year  | 2 046              | 2 046              | 2 046              | 2 046              |
| Member funds received   | 149                | -                  | 149                | -                  |
| Written off of investment   | (1 646)            | -                  | (1 646)            | -                  |
|   | <b>549</b>         | <b>2 046</b>       | <b>549</b>         | <b>2 046</b>       |
| Non-current assets  | 549                | 2 046              | 549                | 2 046              |
| Current assets  | -                  | -                  | -                  | -                  |
|   | <b>549</b>         | <b>2 046</b>       | <b>549</b>         | <b>2 046</b>       |
| <b>Members funds</b>  |                    |                    |                    |                    |
| Klein Karoo Landbou Limited   | 549                | 2 046              | 549                | 2 046              |
| <b>14. Inventories</b>  |                    |                    |                    |                    |
| Milling industry  | 17 001 826         | 18 278 633         | 17 001 826         | 18 278 633         |
| Trade- and mechanisation inventory  | 478 522 598        | 347 078 794        | 462 751 156        | 339 015 303        |
| Grain inventory at fair value   | 327 549 980        | 376 949 376        | 327 549 980        | 376 949 376        |
| Fibre and abattoir  | 19 990 174         | 29 658 816         | 16 965 585         | 26 337 332         |
| Vehicles and parts  | 11 550 589         | 15 155 592         | 8 137 956          | 9 137 420          |
|   | <b>854 615 167</b> | <b>787 121 211</b> | <b>832 406 503</b> | <b>769 718 064</b> |
| <b>Fair value of grain inventory</b>  |                    |                    |                    |                    |
| Fair value measured with level 2 inputs   | 327 549 980        | 376 949 376        | 327 549 980        | 376 949 376        |
| The fair value adjustment on grain inventory is included in other profit and losses, and disclosed in note 30. The value of the grain inventory is accounted for by Safex minus transport differential according to the JSE plus purchase premiums. |                    |                    |                    |                    |
| <b>15. Loans to group companies</b>   |                    |                    |                    |                    |
| Subsidiaries, joint ventures and related entities   |                    |                    |                    |                    |
| Oos Vrystaat Kunsmis Proprietary Limited  | -                  | -                  | 4 311 043          | 10 071 183         |
| OVK Rekenardienste Proprietary Limited (Share Transaction)  | -                  | -                  | 65 340 232         | 64 577 294         |
| OVK Rekenardienste Proprietary Limited  | -                  | -                  | 781 190            | 706 902            |
| Oos Kaap Boerdery en Graanhandelaars Proprietary Limited  | -                  | -                  | 400 000            | 400 000            |
| Blue Crane Fibre Proprietary Limited  | -                  | -                  | 2 005 888          | 4 979 561          |
| Van Lill Woolbuyers Proprietary Limited   | -                  | -                  | 3 866 901          | -                  |
| Matla Energy Proprietary Limited  | -                  | -                  | -                  | 8 734 823          |
| OVK Empowerment Proprietary Limited   | 8 538 360          | 3 036 203          | 8 488 360          | 3 035 943          |
| OVK Beherend Proprietary Limited (Investment in subsidiary)   | 1 070              | 1 070              | 1 070              | 1 070              |
| OVK Enterprise Proprietary Limited  | 4 256 079          | 6 005 000          | 4 231 079          | 6 005 000          |
| OVK Finansiële Dienste Proprietary Limited  | -                  | -                  | 27 568             | -                  |
|   | <b>12 795 509</b>  | <b>9 042 273</b>   | <b>89 453 331</b>  | <b>98 511 776</b>  |

The loans are evaluated for the expected credit loss by using a 12 month expected credit loss approach.

The credit risk on the loans to group companies is low and thus no credit loss allowance was provided for.

The loan to Oos Vrystaat Kunsmis Proprietary Limited earns interest at the prime rate less 0.50% and has no repayment terms.

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|  | Group     |           | Company   |           |
|--|-----------|-----------|-----------|-----------|
|  | 2022<br>R | 2021<br>R | 2022<br>R | 2021<br>R |

#### 15. Loans to group companies (continued)

The loan to OVK Rekenaardienste Proprietary Limited earns interest at the prime rate less 2.00% and has no repayment terms.

The loan to Oos Kaap Boerdery en Graanhandelaars Proprietary Limited earns interest at the applicable bank investment rate and has no repayment terms.

The loan to Blue Crane Fibre Proprietary Limited earns interest at the prime rate less 2.00% and has no repayment terms.

The loan to Van Lill Woolbuyers Proprietary Limited earns interest at the prime rate less 2.00% and has no repayment terms.

The loan to Matla Energy Proprietary Limited earns interest at the prime rate less 0.50% and has no repayment terms.

The loan to OVK Empowerment Proprietary Limited earns interest at the prime rate less 1.50% and has no repayment terms.

The loan to OVK Beherend Proprietary Limited earns no interest and has no repayment terms.

The loan to OVK Enterprise Proprietary Limited earns interest at the prime rate less 1.50% and has no repayment terms.

The loan to OVK Finansiële Dienste Proprietary Limited earns no interest and has no repayment terms.

#### Fair value of loans to group companies

The fair value of loans to group companies approximates their carrying amounts.

#### 16. Trade and other receivables

##### Financial instruments:

|   |               |               |               |               |
|---|---------------|---------------|---------------|---------------|
| Trade receivables   | 2 282 122 445 | 1 836 108 894 | 2 265 778 854 | 1 822 575 006 |
| Long term hire purchases and term loans   | 142 659 633   | 139 507 184   | 142 659 633   | 139 507 184   |
| Safex deposit through Oos Kaap Boerdery and Graanhandelaars Proprietary Limited | 65 168 989    | 82 310 112    | 65 168 989    | 82 310 112    |
| Credit loss allowance   | (25 764 045)  | (35 768 127)  | (25 738 825)  | (35 569 577)  |
| Trade and other receivables at amortised cost                                   | 2 464 187 022 | 2 022 158 063 | 2 447 868 651 | 2 008 822 725 |
| Other receivables   | 8 797 484     | 9 662 888     | 22 690 894    | 42 899 672    |

##### Non-financial instruments:

|                |            |            |            |            |
|----------------|------------|------------|------------|------------|
| VAT receivable | 28 141 507 | 43 497 554 | 28 141 507 | 36 327 404 |
|----------------|------------|------------|------------|------------|

#### Total trade and other receivables

**2 501 126 013 2 075 318 505 2 498 701 052 2 088 049 801**

#### Categorisation of trade and other receivables

Trade and other receivables are categorised as follows in accordance with IFRS 9: Financial Instruments:

|                           |                      |                      |                      |                      |
|---------------------------|----------------------|----------------------|----------------------|----------------------|
| At amortised cost         | 2 472 984 506        | 2 031 820 951        | 2 470 559 545        | 2 051 722 397        |
| Non-financial instruments | 28 141 507           | 43 497 554           | 28 141 507           | 36 327 404           |
|                           | <b>2 501 126 013</b> | <b>2 075 318 505</b> | <b>2 498 701 052</b> | <b>2 088 049 801</b> |

#### Exposure to credit risk

Trade receivables inherently expose the group to credit risk, being the risk that the group will incur financial loss if customers fail to make payments as they fall due.

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|  | Group |      | Company |      |
|--|-------|------|---------|------|
|  | 2022  | 2021 | 2022    | 2021 |
|  | R     | R    | R       | R    |

#### 16. Trade and other receivables (continued)

In order to mitigate the risk of financial loss from defaults, the group only deals with reputable customers with consistent payment history. Sufficient collateral or guarantees are also obtained when appropriate. Each customer is analysed individually for creditworthiness before terms and conditions are offered. Statistical credit scoring models are used to analyse customers. These models make use of information submitted by the customers as well as external bureau data (where available). Customer credit limits are in place and are reviewed and approved by credit management committees. The exposure to credit risk and the creditworthiness of customers, is continuously monitored.

The average credit period on trade receivables is 176.90 days (2021: 146.63). Interest is charged from prime minus 0.5% to prime plus 8% on outstanding trade receivables.

A loss allowance is recognised for all trade receivables, in accordance with IFRS 9 Financial Instruments, and is monitored at the end of each reporting period. In addition to the loss allowance, trade receivables are written off when there is no reasonable expectation of recovery, for example, when a debtor has been placed under liquidation. Trade receivables which have been written off are not subject to enforcement activities.

Other debtors are considered for credit risk on a management consideration basis and, if applicable, a provision for bad debts created along with trade receivables.

The group measures the loss allowance for trade receivables by applying the simplified approach which is prescribed by IFRS 9. In accordance with this approach, the loss allowance on trade receivables is determined as the lifetime expected credit losses on trade receivables. These lifetime expected credit losses are estimated using a provision matrix, which is presented below.

The expected credit losses are measured by grouping debtors on the basis of shared credit risk characteristics and the days when the debtors are in arrears. The expected loss rates used in the model are based on the bad debts written off, percentage of accounts receivable, rainfall patterns and economic growth in the service areas over a 5 year period. The historical loss rates are adjusted to present and future information reflect macroeconomic factors affecting customers' ability to make payments. The group has the expected economic growth identified as the most relevant factor, which is then used to adjust loss rates. We also looked at clients with term loans, Installment Sale Agreement and production loans or if the client still continue its farming operations. As a customer who no longer continues in its operations, a higher risk is for default.

No related party balances form part of the credit loss allowance.

The loss allowance as on 28 February 2022 and 28 February 2021 (in accordance with IFRS 9) is as follows:

| Group   | 2022                            | 2022   | 2021                            | 2021   |
|---|---------------------------------|--|---------------------------------|--|
|   | Estimated gross carrying amount | Loss allowance (Lifetime expected credit loss) | Estimated gross carrying amount | Loss allowance (Lifetime expected credit loss) |
| <b>Expected credit loss rate:</b>                 |                                 |  |                                 |  |
| Not past due: 0.04% (2021: 0.17%)                 | 2 562 535 362                   | 1 040 076                                      | 2 075 175 173                   | 3 486 310                                      |
| 0 - 30 days past due: 0.94% (2021: 4.35%)         | 44 809 383                      | 422 044  | 39 236 476                      | 1 707 788                                      |
| 31 - 60 days past due: 0.27% (2021: 9.22%)        | 33 913 501                      | 90 732   | 6 635 356                       | 611 818  |
| 61 - 90 days past due: 19.63% (2021: 2.74%)       | 3 427 524                       | 672 973  | 4 001 611                       | 109 797  |
| More than 90 days past due: 53.52% (2021: 34.10%) | 43 981 270                      | 23 538 220                                     | 87 545 420                      | 29 852 414                                     |
| <b>Total</b>                                      | <b>2 688 667 040</b>            | <b>25 764 045</b>                              | <b>2 212 594 036</b>            | <b>35 768 127</b>                              |

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|  | Group |      | Company |      |
|--|-------|------|---------|------|
|  | 2022  | 2021 | 2022    | 2021 |
|  | R     | R    | R       | R    |

#### 16. Trade and other receivables (continued)

| Company   | 2022                            | 2022   | 2021                            | 2021   |
|---|---------------------------------|--|---------------------------------|--|
|   | Estimated gross carrying amount | Loss allowance (Lifetime expected credit loss) | Estimated gross carrying amount | Loss allowance (Lifetime expected credit loss) |
| <b>Expected credit loss rate:</b>                 |                                 |  |                                 |  |
| Not past due: 0.04% (2021: 0.17%)                 | 2 546 330 846                   | 1 038 722                                      | 2 062 617 419                   | 3 485 517                                      |
| 0 - 30 days past due: 0.94% (2021: 4.34%)         | 44 748 786                      | 421 214  | 39 196 263                      | 1 699 945                                      |
| 31 - 60 days past due: 0.25% (2021: 10.18%)       | 33 890 632                      | 84 903   | 6 007 460                       | 611 516  |
| 61 - 90 days past due: 19.64% (2021: 2.80%)       | 3 421 860                       | 672 165  | 3 909 164                       | 109 428  |
| More than 90 days past due: 53.54% (2021: 33.97%) | 43 931 325                      | 23 521 821                                     | 87 329 842                      | 29 663 171                                     |
| <b>Total</b>                                      | <b>2 672 323 449</b>            | <b>25 738 825</b>                              | <b>2 199 060 148</b>            | <b>35 569 577</b>                              |

Long term hire purchase and term loans (Note 12) is also included by the provision.

#### Reconciliation of loss allowances

The following table shows the movement in the loss allowance (lifetime expected credit losses) for trade and other receivables:

|                        |                     |                     |                     |                     |
|------------------------|---------------------|---------------------|---------------------|---------------------|
| <b>Opening balance</b> | <b>(35 768 127)</b> | <b>(33 133 134)</b> | <b>(35 569 577)</b> | <b>(33 076 309)</b> |
| Additions              | (1 574 390)         | (9 378 392)         | (1 747 720)         | (9 236 667)         |
| Written off            | 11 578 472          | 6 743 399           | 11 578 472          | 6 743 399           |
| <b>Closing balance</b> | <b>(25 764 045)</b> | <b>(35 768 127)</b> | <b>(25 738 825)</b> | <b>(35 569 577)</b> |

#### Fair value of trade and other receivables

The fair value of trade and other receivables approximates their carrying amounts.

#### 17. Cash and cash equivalents

Cash and cash equivalents consist of:

|                      |                        |                        |                        |                        |
|----------------------|------------------------|------------------------|------------------------|------------------------|
| SAFEX margin deposit | 16 507 998             | 35 405 476             | -                      | -                      |
| Bank and cash        | 27 507 146             | 40 429 510             | 24 779 506             | 40 220 067             |
| Bank overdraft       | (1 597 977 935)        | (1 447 890 587)        | (1 597 977 935)        | (1 447 890 587)        |
|                      | <b>(1 553 962 791)</b> | <b>(1 372 055 601)</b> | <b>(1 573 198 429)</b> | <b>(1 407 670 520)</b> |
| Current assets       | 44 015 144             | 75 834 986             | 24 779 506             | 40 220 067             |
| Current liabilities  | (1 597 977 935)        | (1 447 890 587)        | (1 597 977 935)        | (1 447 890 587)        |
|                      | <b>(1 553 962 791)</b> | <b>(1 372 055 601)</b> | <b>(1 573 198 429)</b> | <b>(1 407 670 520)</b> |

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|  | Group                  |                        | Company                |                        |
|--|------------------------|------------------------|------------------------|------------------------|
|  | 2022<br>R              | 2021<br>R              | 2022<br>R              | 2021<br>R              |
| <b>17. Cash and cash equivalents (continued)</b>   |                        |                        |                        |                        |
| <b>Credit quality of cash at bank and short term deposits, excluding cash on hand</b>  |                        |                        |                        |                        |
| The credit quality of cash at bank and short term deposits, excluding cash on hand that are neither past due nor impaired can be assessed by reference to external credit ratings (if available) or historical information about counterparty default rates: |                        |                        |                        |                        |
| <b>Credit rating (Fitch)</b>   |                        |                        |                        |                        |
| ABSA - BB-   | (1 585 604 449)        | (1 442 201 801)        | (1 588 303 162)        | (1 442 341 913)        |
| Standard Bank - BB-  | 26 414 354             | 55 736 631             | 9 906 356              | 20 331 155             |
| First National Bank - BB-  | 4 943 658              | 14 053 560             | 4 932 082              | 14 033 300             |
|  | <b>(1 554 246 437)</b> | <b>(1 372 411 610)</b> | <b>(1 573 464 724)</b> | <b>(1 407 977 458)</b> |

BB-: Liabilities rated as BB- have an increased vulnerability to default risk. It is more susceptible to adverse changes in business or economic conditions, but it is still financially flexible.

#### Securities

Cession of all debtors.

General notarial bonds for R300 000 000 over trade and grain inventories.

First cover bond for R50 000 000 over Erf 814, Swartkops, Port Elizabeth.

First cover bond of R40 000 00 over Clocolan property.

Cession by the borrower of a short-term insurance policy for an amount not less than the replacement value of inventory, grain stock and real estate as mentioned above.

#### 18. Share capital

##### Authorised

|  |                   |                   |                   |                   |
|--|-------------------|-------------------|-------------------|-------------------|
| 59 013 515 ordinary shares of R1 each                            | 59 013 515        | 59 013 515        | 59 013 515        | 59 013 515        |
| 42 295 705 redeemable par value preference shares of 1 cent each | 422 957           | 422 957           | 422 957           | 422 957           |
| 5 000 000 Class B shares   | -                 | -                 | -                 | -                 |
|  | <b>59 436 472</b> | <b>59 436 472</b> | <b>59 436 472</b> | <b>59 436 472</b> |

##### Reconciliation of number of shares issued:

|                                    |                   |                   |                   |                   |
|------------------------------------|-------------------|-------------------|-------------------|-------------------|
| Reported as at beginning of year   | 56 513 515        | 59 013 515        | 56 513 515        | 59 013 515        |
| Shares bought back from subsidiary | -                 | (2 500 000)       | -                 | (2 500 000)       |
|                                    | <b>56 513 515</b> | <b>56 513 515</b> | <b>56 513 515</b> | <b>56 513 515</b> |

##### Issued

|   |                   |                   |                   |                   |
|---|-------------------|-------------------|-------------------|-------------------|
| 56 513 515 (2021:56 513 515) ordinary shares of R1 each | 56 513 515        | 56 513 515        | 56 513 515        | 56 513 515        |
| 1 031 001 (2021: 1 107 582) Class B shares              | 12 544 580        | 13 827 579        | 12 544 580        | 13 827 579        |
| Share premium   | 24 940            | 24 940            | 24 940            | 24 940            |
|   | <b>69 083 035</b> | <b>70 366 034</b> | <b>69 083 035</b> | <b>70 366 034</b> |

3 888 825 (2021:3 888 825) ordinary shares of Oos Vrystaat Kaap Operations Limited are held by OVK Rekenaardienste Proprietary Limited.

#### Restrictions:

The allocation of Class B shares was limited to staff who were previously part of the 'OVK Employee Trust' and carry no voting rights at shareholders' meetings.

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|   | Group             |                  | Company          |                  |
|---|-------------------|------------------|------------------|------------------|
|   | 2022<br>R         | 2021<br>R        | 2022<br>R        | 2021<br>R        |
| <b>19. Loans from group companies</b>             |                   |                  |                  |                  |
| Subsidiaries, joint ventures and related entities |                   |                  |                  |                  |
| OVK Rekenaardienste Proprietary Limited           | -                 | -                | -                | 100              |
| Sinethemba Mafama Proprietary Limited             | 5 725 381         | 5 339 439        | 5 725 381        | 5 339 439        |
| OVK Eiendomme Proprietary Limited                 | -                 | -                | 776 218          | 361 722          |
| Van Lill Woolbuyers Proprietary Limited           | -                 | -                | -                | 932 301          |
| OVK Enterprise Proprietary Limited                | 4 212 579         | -                | -                | -                |
| Matla Energy Proprietary Limited                  | -                 | -                | 1 041 183        | -                |
| OVK Empowerment Proprietary Limited               | 8 425 157         | -                | -                | -                |
|   | <b>18 363 117</b> | <b>5 339 439</b> | <b>7 542 782</b> | <b>6 633 562</b> |

The loan from OVK Rekenaardienste Proprietary Limited bears interest at the prime rate less 2.00% and has no repayment terms.

The loan from Sinethemba Mafama Proprietary Limited bears interest at the prime rate less 2.00% and has no repayment terms.

The loan from OVK Eiendomme Proprietary Limited bears interest at the prime rate less 2.00% and has no repayment terms.

The loan from Van Lill Woolbuyers Proprietary Limited bears interest at the prime rate less 2.00% and has no repayment terms.

The loan from Matla Energy Proprietary Limited bears interest at the prime rate less 0.50% and has no repayment terms.

The loan from OVK Empowerment Proprietary Limited bears interest at the prime rate less 0.50% and has no repayment terms.

The loan from OVK Enterprise Proprietary Limited bears interest at the prime rate less 0.50% and has no repayment terms.

#### Fair value of loans from group companies

The fair value of loans from group companies approximates their carrying amounts.

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|---|--------------------|--------------------|--------------------|--------------------|
|   | 2022<br>R          | 2021<br>R          | 2022<br>R          | 2021<br>R          |
| <b>20. Loans from shareholders</b>  |                    |                    |                    |                    |
| Shareholders loan A<br>The loan consists of funds granted to account holders in respect of the loyalty scheme of OVK and which has not been used to purchase OVK shares for the account holders. No interest obligation is applicable to this loan. | 3 073 209          | 3 570 068          | 3 073 209          | 3 570 068          |
| OVK Holdings Proprietary Limited<br>No interest obligation exists on the loan and no fixed repayment terms have been negotiated.  | 193 542            | 193 542            | 193 542            | 193 542            |
| OVK Investment account<br>The loan consists of loans obtained from shareholders and is repayable with a 14 day notice period. Interest is earned at bank prime less 2.5% per annum.   | 245 945 819        | 224 704 877        | 245 945 819        | 224 704 877        |
|   | <b>249 212 570</b> | <b>228 468 487</b> | <b>249 212 570</b> | <b>228 468 487</b> |

The shareholders loans are repayable on demand. The loans serve as collateral for amounts owed to the company.

#### Fair value of shareholder loans payable

The fair value of loans from shareholders approximates their carrying amounts.

#### Fair value of loans from shareholders

|                  |                    |                    |                    |                    |
|------------------|--------------------|--------------------|--------------------|--------------------|
| Short term loans | 237 244 133        | 215 490 313        | 237 244 133        | 215 490 313        |
| Finance costs    | 11 968 437         | 12 978 174         | 11 968 437         | 12 978 174         |
|                  | <b>249 212 570</b> | <b>228 468 487</b> | <b>249 212 570</b> | <b>228 468 487</b> |

### 21. Trade and other payables

#### Financial instruments:

|                  |             |             |             |             |
|------------------|-------------|-------------|-------------|-------------|
| Trade payables   | 585 985 312 | 406 268 573 | 579 653 362 | 402 106 941 |
| Accrued expenses | 40 583 476  | 59 080 212  | 40 583 476  | 59 080 212  |
| Other payables   | 24 805 993  | 21 782 522  | 22 967 352  | 19 967 177  |

#### Non-financial instruments:

|                            |                    |                    |                    |                    |
|----------------------------|--------------------|--------------------|--------------------|--------------------|
| Income received in advance | 121 071            | 80 959             | 121 071            | 80 959             |
| VAT                        | 1 692 437          | 998 320            | -                  | -                  |
|                            | <b>653 188 289</b> | <b>488 210 586</b> | <b>643 325 261</b> | <b>481 235 289</b> |

|                           |                    |                    |                    |                    |
|---------------------------|--------------------|--------------------|--------------------|--------------------|
| Financial instruments     | 651 374 781        | 487 131 307        | 643 204 190        | 481 154 330        |
| Non-financial instruments | 1 813 508          | 1 079 279          | 121 071            | 80 959             |
|                           | <b>653 188 289</b> | <b>488 210 586</b> | <b>643 325 261</b> | <b>481 235 289</b> |

#### Fair value of trade and other payables

The fair value of trade and other payables approximates their carrying amounts.

### 22. Employee benefits accrued

#### Reconciliation of employee benefits accrued - Group - 2022

|                   | Opening<br>balance | Expense      | Provision  | Total      |
|-------------------|--------------------|--------------|------------|------------|
| Employee benefits | 35 243 157         | (27 646 311) | 57 302 704 | 64 899 550 |

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|  | Group     |           | Company   |           |
|--|-----------|-----------|-----------|-----------|
|  | 2022<br>R | 2021<br>R | 2022<br>R | 2021<br>R |

#### 22. Employee benefits accrued (continued)

##### Reconciliation of employee benefits accrued - Group - 2021

|                   | Opening<br>balance | Expense      | Provisions | Total      |
|-------------------|--------------------|--------------|------------|------------|
| Employee benefits | 25 511 781         | (15 766 283) | 25 497 659 | 35 243 157 |

##### Reconciliation of employee benefits accrued - Company - 2022

|                   | Opening<br>balance | Expense      | Provisions | Total      |
|-------------------|--------------------|--------------|------------|------------|
| Employee benefits | 33 913 938         | (26 604 808) | 56 145 210 | 63 454 340 |

##### Reconciliation of employee benefits accrued - Company - 2021

|                   | Opening<br>balance | Expense      | Provisions | Total      |
|-------------------|--------------------|--------------|------------|------------|
| Employee benefits | 24 722 296         | (15 750 418) | 24 942 060 | 33 913 938 |

Employee benefits accrued is made up of the following amounts:

|              |                   |                   |                   |                   |
|--------------|-------------------|-------------------|-------------------|-------------------|
| Bonus        | 1 316 113         | 878 006           | 1 259 235         | 832 455           |
| Leave        | 14 575 308        | 14 796 110        | 14 158 690        | 14 104 795        |
| Profit share | 49 008 129        | 19 569 041        | 48 036 415        | 18 976 688        |
|              | <b>64 899 550</b> | <b>35 243 157</b> | <b>63 454 340</b> | <b>33 913 938</b> |

The accrual is made for bonus payments in accordance with a performance compensation plan as well as for the monetary value of accrued leave not taken by employees at year end, as well as bonuses saved up by personnel.

Profit share is provided according to financial results and objectives and is subject to approval by the Board and is paid to employees employed on 30 June.

#### 23. Provisions

##### Group 2022

| Provisions                                       | Opening<br>balance | Additions         | Applied/<br>written back | Ending<br>balance |
|--|--------------------|-------------------|--------------------------|-------------------|
| Grain inventory                                  | -                  | 16 386 783        | -                        | 16 386 783        |
| Industries inventory                             | -                  | 1 681 306         | -                        | 1 681 306         |
| Mechanisation guarantee and worksheet provisions | 1 447 751          | 2 639 273         | (507 275)                | 3 579 749         |
| Maintenance trade, mechanisation and vehicles    | 798 525            | 1 882 501         | (2 544 558)              | 136 468           |
| General provisions                               | 782 712            | 280 777           | -                        | 1 063 489         |
| Youth subsidy provision                          | -                  | 5 000 000         | -                        | 5 000 000         |
|  | <b>3 028 988</b>   | <b>27 870 640</b> | <b>(3 051 833)</b>       | <b>27 847 795</b> |

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|  | Group |      | Company |      |
|--|-------|------|---------|------|
|  | 2022  | 2021 | 2022    | 2021 |
|  | R     | R    | R       | R    |

#### 23. Provisions (continued)

##### Company 2022

| Provisions                                       | Opening balance  | Additions         | Applied/<br>written back | Ending balance    |
|--|------------------|-------------------|--------------------------|-------------------|
| Grain inventory                                  | -                | 16 386 783        | -                        | 16 386 783        |
| Industries inventory                             | -                | 1 681 306         | -                        | 1 681 306         |
| Mechanisation guarantee and worksheet provisions | 1 447 751        | 2 639 273         | (507 275)                | 3 579 749         |
| Maintenance trade, mechanisation and vehicles    | 798 525          | 1 882 501         | (2 544 558)              | 136 468           |
| General provisions                               | 782 712          | 280 777           | -                        | 1 063 489         |
| Youth subsidy provision                          | -                | 5 000 000         | -                        | 5 000 000         |
|  | <b>3 028 988</b> | <b>27 870 640</b> | <b>(3 051 833)</b>       | <b>27 847 795</b> |

#### 24. Other financial liability

##### Fair value through profit or loss

|  |            |            |            |            |
|--|------------|------------|------------|------------|
| Product derivative financial instruments | 11 646 369 | 49 869 156 | 11 646 369 | 49 896 156 |
|--|------------|------------|------------|------------|

##### Current liability

|                                   |            |            |            |            |
|-----------------------------------|------------|------------|------------|------------|
| Fair value through profit or loss | 11 646 369 | 49 896 156 | 11 646 369 | 49 896 156 |
|-----------------------------------|------------|------------|------------|------------|

#### 25. Derivative financial instruments and hedging information

The following information relates to derivative financial instruments included in other financial assets (note 10) and other financial liabilities (note 24):

##### Group

|                          | 2022              |                   | 2021               |                   |
|--------------------------|-------------------|-------------------|--------------------|-------------------|
|                          | Assets            | Liabilities       | Assets             | Liabilities       |
| SAFEX - Fair value hedge | 89 785 487        | 11 646 369        | 124 276 815        | 49 896 156        |
| Non-current portion      | -                 | -                 | -                  | -                 |
| Current portion          | 89 785 487        | 11 646 369        | 124 276 815        | 49 896 156        |
|                          | <b>89 785 487</b> | <b>11 646 369</b> | <b>124 276 815</b> | <b>49 896 156</b> |

##### Company

|                          | 2022              |                   | 2021               |                   |
|--------------------------|-------------------|-------------------|--------------------|-------------------|
|                          | Assets            | Liabilities       | Assets             | Liabilities       |
| SAFEX - Fair value hedge | 89 785 487        | 11 646 369        | 124 276 815        | 49 896 156        |
| Non-current portion      | -                 | -                 | -                  | -                 |
| Current portion          | 89 785 487        | 11 646 369        | 124 276 815        | 49 896 156        |
|                          | <b>89 785 487</b> | <b>11 646 369</b> | <b>124 276 815</b> | <b>49 896 156</b> |

Trading derivatives are classified as a current asset or liability. The full fair value of a hedging derivative is classified as a non-current asset or liability if the remaining date to maturity of the hedged item is more than 12 months and as a current asset or liability, if the maturity of the hedged item is less than 12 months.

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|  | Group                |                      | Company              |                      |
|--|----------------------|----------------------|----------------------|----------------------|
|  | 2022<br>R            | 2021<br>R            | 2022<br>R            | 2021<br>R            |
| <b>26. Revenue</b>                           |                      |                      |                      |                      |
| <b>Revenue from contracts with customers</b> |                      |                      |                      |                      |
| Sale of goods                                | 5 547 380 190        | 4 789 454 916        | 5 475 672 260        | 4 678 912 091        |
| Service delivering                           | 22 556 511           | 17 934 660           | 19 517 815           | 15 093 781           |
| Grain handling and storage                   | 79 700 775           | 54 511 270           | 79 700 775           | 54 511 270           |
| Commission received                          | 99 929 167           | 87 817 052           | 94 281 498           | 82 993 853           |
| Shearing cost recovered                      | 10 175 959           | 13 327 532           | 7 521 225            | 10 452 895           |
| Interest income                              | 155 381 719          | 145 003 905          | 155 445 328          | 145 003 905          |
| Press and shipping                           | 24 607 275           | 23 342 369           | 24 607 275           | 23 342 369           |
| Bin income                                   | 33 404 702           | 17 600 034           | 33 404 702           | 17 600 034           |
| Non-mainstream income                        | 2 700 333            | 5 257 370            | 2 700 333            | 5 257 371            |
| Trade discount                               | (97 530 082)         | (117 596 333)        | (88 261 602)         | (101 393 348)        |
| Discount distribution                        | (4 462 559)          | (1 043 128)          | -                    | -                    |
| Loyalty scheme - rebate                      | (36 753 397)         | (31 483 699)         | (36 629 157)         | (31 267 921)         |
|  | <b>5 837 090 593</b> | <b>5 004 125 948</b> | <b>5 767 960 452</b> | <b>4 900 506 300</b> |

#### Compilation of revenue from contracts with customers

The group compile the income from customers as follows:

#### Sale of goods

|  |                      |                      |                      |                      |
|--|----------------------|----------------------|----------------------|----------------------|
| Trade, fuel distribution, vehicles and mechanisation | 4 938 133 527        | 3 936 747 248        | 4 945 496 106        | 3 937 117 324        |
| Livestock, fibre and abattoir                        | 486 361 652          | 492 175 880          | 426 331 327          | 436 237 167          |
| Client financing                                     | 79 700 775           | 54 511 270           | 79 700 775           | 54 511 270           |
| Grain  | 154 606 547          | 144 048 764          | 157 320 904          | 146 311 617          |
| Industries   | 193 027 402          | 382 512 293          | 169 263 851          | 330 939 523          |
| Insurance commission                                 | 20 307 479           | 20 381 213           | 20 307 479           | 20 381 213           |
| Head office  | 6 169 167            | 6 276 107            | 6 169 167            | 6 276 107            |
|  | <b>5 878 306 549</b> | <b>5 036 652 775</b> | <b>5 804 589 609</b> | <b>4 931 774 221</b> |

#### Loyalty scheme - rebate and discount distribution

|                         |                     |                     |                     |                     |
|-------------------------|---------------------|---------------------|---------------------|---------------------|
| Loyalty scheme - rebate | (36 753 397)        | (31 483 699)        | (36 629 157)        | (31 267 921)        |
| Discount distribution   | (4 462 559)         | (1 043 128)         | -                   | -                   |
|                         | <b>(41 215 956)</b> | <b>(32 526 827)</b> | <b>(36 629 157)</b> | <b>(31 267 921)</b> |

#### Total revenue from contracts with customers

**5 837 090 593 5 004 125 948 5 767 960 452 4 900 506 300**

#### 27. Other income

|   |                    |                   |                    |                   |
|---|--------------------|-------------------|--------------------|-------------------|
| Administration and management fees received | 8 623 131          | 4 935 561         | 9 883 830          | 6 150 314         |
| Credit loss allowance                       | 10 015 240         | 56 825            | 9 830 753          | -                 |
| Sundry income                               | 40 230 324         | 13 516 279        | 39 107 149         | 12 793 138        |
| Dividends received                          | 9 898              | 14 120            | 5 051 897          | 105 614           |
| Profit on sale of assets                    | 6 693 675          | 3 211 104         | 6 693 675          | 3 209 101         |
| Rental income                               | 5 679 922          | 4 608 921         | 6 353 467          | 5 234 735         |
| Commissions received                        | 24 338 445         | 21 862 172        | 23 820 416         | 20 802 234        |
| Transport cost recovered                    | 1 152 903          | 1 370 445         | 1 100 393          | 1 257 906         |
| Truck cost recovered                        | 62 294             | 3 138 950         | 62 294             | 3 138 950         |
| Recoveries                                  | 677 135            | 2 531 534         | 677 135            | 2 531 534         |
| Freight recovered                           | 6 343 524          | 8 146 181         | 6 343 524          | 8 146 181         |
|   | <b>103 826 491</b> | <b>63 392 092</b> | <b>108 924 533</b> | <b>63 369 707</b> |

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|  | Group                |                      | Company              |                      |
|--|----------------------|----------------------|----------------------|----------------------|
|  | 2022<br>R            | 2021<br>R            | 2022<br>R            | 2021<br>R            |
| <b>28. Operating profit</b>  |                      |                      |                      |                      |
| Operating profit for the year is stated after charging the following, amongst others:  |                      |                      |                      |                      |
| <b>Auditor's remuneration - external</b>   |                      |                      |                      |                      |
| Audit fees   | 2 228 423            | 2 224 579            | 2 047 452            | 2 067 871            |
| <b>Expenses by nature</b>  |                      |                      |                      |                      |
| The total cost of sales, distribution expenses, administrative expense and operating expenses are analysed by nature as follows: |                      |                      |                      |                      |
| Changes in inventories of finished goods and work in progress  | (67 493 956)         | (39 294 329)         | (62 688 439)         | (53 388 752)         |
| Purchased of inventory   | 5 045 173 168        | 4 291 688 491        | 4 998 823 112        | 4 224 970 535        |
| Employee costs   | 450 224 481          | 395 821 243          | 436 501 852          | 382 927 108          |
| Operating lease charges  | 3 487 265            | 5 411 379            | 2 977 455            | 5 007 432            |
| Depreciation and amortisation  | 33 846 993           | 32 233 921           | 30 897 754           | 29 360 066           |
| Other expenses   | 91 303 077           | 88 143 376           | 95 344 126           | 91 552 588           |
| Distribution cost  | 40 433 136           | 36 856 337           | 39 662 931           | 36 081 949           |
| Advertisement  | 6 167 323            | 5 467 760            | 6 029 149            | 5 274 059            |
| Bad debt written off   | 11 578 415           | 6 531 697            | 11 578 415           | 6 528 094            |
| Operating cost   | 85 932 777           | 86 794 391           | 84 855 335           | 84 579 018           |
| Credit loss allowance  | 11 157               | 2 480 545            | -                    | 2 281 995            |
| Impairment on goodwill   | -                    | 3 334 257            | -                    | -                    |
| <b>Total cost of sales, distribution costs and administrative expenses</b>   | <b>5 700 663 836</b> | <b>4 915 469 068</b> | <b>5 643 981 690</b> | <b>4 815 174 092</b> |
| <b>29. Investment income</b>   |                      |                      |                      |                      |
| <b>Interest income</b>   |                      |                      |                      |                      |
| Bank   | 66 181               | 113 004              | 49 795               | 89 095               |
| Interest received SAFEX SARS   | 2 334 621            | 4 458 884            | 2 334 621            | 4 458 884            |
|  | -                    | 457                  | -                    | -                    |
| Interest recovered from grain  | 1 846 863            | 1 405 020            | 1 846 863            | 1 405 020            |
| Interest from group companies  | -                    | -                    | 3 774 708            | 5 383 378            |
| Other interest   | 10 169               | 11 167               | 10 169               | 11 113               |
| <b>Total interest income</b>   | <b>4 257 834</b>     | <b>5 988 532</b>     | <b>8 016 156</b>     | <b>11 347 490</b>    |
| <b>30. Grain gross profit including fair value movements</b>   |                      |                      |                      |                      |
| Revenue (not included in company revenue)  | 2 870 265 456        | 2 904 119 441        | 2 870 265 456        | 2 904 119 441        |
| Cost of sales (not included in company cost of sales)  | (2 633 592 341)      | (2 641 589 109)      | (2 633 592 341)      | (2 641 589 109)      |
| Gross profit   | 236 673 115          | 262 530 332          | 236 673 115          | 262 530 332          |
| Fair value adjustment on grain inventory (own grain)   | 93 295 975           | 121 890 842          | 93 295 975           | 121 890 842          |
| Fair value profit/loss on grain sales  | (189 225 137)        | 35 830 134           | (189 225 137)        | 35 830 134           |
| SAFEX variation margins  | (138 020 378)        | (385 658 822)        | (138 020 378)        | (385 658 822)        |
| Fair value adjustment - derivatives  | 72 812 581           | 71 783 398           | 72 812 581           | 71 783 398           |
|  | <b>75 536 157</b>    | <b>106 375 884</b>   | <b>75 536 157</b>    | <b>106 375 884</b>   |

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|                                  | Group             |                   | Company           |                   |
|----------------------------------|-------------------|-------------------|-------------------|-------------------|
|                                  | 2022<br>R         | 2021<br>R         | 2022<br>R         | 2021<br>R         |
| <b>31. Finance costs</b>         |                   |                   |                   |                   |
| Interest paid to group companies | 133 684           | 174 337           | 133 684           | 55 028            |
| Shareholders                     | 11 968 437        | 12 978 174        | 11 968 437        | 12 978 174        |
| Finance leases                   | 866 144           | 785 938           | 762 704           | 675 977           |
| Net finance costs                | 63 158 205        | 66 014 938        | 63 155 363        | 66 011 294        |
| Interest paid to SARS            | 215               | 45                | 20                | 45                |
| <b>Total finance costs</b>       | <b>76 126 685</b> | <b>79 953 432</b> | <b>76 020 208</b> | <b>79 720 518</b> |

### 32. Income tax expense

#### Major components of the tax expense

##### Current

|                                   |            |            |            |            |
|-----------------------------------|------------|------------|------------|------------|
| Local income tax - current period | 52 660 875 | 50 132 590 | 50 668 905 | 47 900 568 |
|-----------------------------------|------------|------------|------------|------------|

##### Deferred

|   |                   |                   |                   |                   |
|---|-------------------|-------------------|-------------------|-------------------|
| Originating and reversing temporary differences | (2 147 078)       | (7 693 964)       | (4 570 008)       | (5 602 525)       |
|   | <b>50 513 797</b> | <b>42 438 626</b> | <b>46 098 897</b> | <b>42 298 043</b> |

#### Reconciliation of the tax expense

Reconciliation between applicable tax rate and average effective tax rate.

|                                       |                |                |                |                |
|---------------------------------------|----------------|----------------|----------------|----------------|
| Applicable tax rate                   | 28.00 %        | 28.00 %        | 28.00 %        | 28.00 %        |
| Dividend received                     | - %            | - %            | (0.59)%        | (0.02)%        |
| Difference - fixed asset deferred tax | 0.06 %         | 0.59 %         | 0.06 %         | 0.59 %         |
| Capital gains tax                     | 0.35 %         | 0.19 %         | (0.03)%        | (0.05)%        |
| Depreciation on buildings             | 0.19 %         | 0.26 %         | 0.20 %         | 0.25 %         |
| Learner agreements                    | (6.84)%        | (2.22)%        | (6.99)%        | (2.21)%        |
| Employee incentive                    | (1.52)%        | (4.25)%        | (1.56)%        | (4.23)%        |
| Donations                             | 0.05 %         | - %            | 0.05 %         | - %            |
| Legal cost                            | 0.01 %         | 0.31 %         | 0.02 %         | 0.31 %         |
| Impairment                            | 0.01 %         | - %            | 0.01 %         | - %            |
| Share transfer tax                    | - %            | 0.02 %         | - %            | 0.02 %         |
| Amortisation                          | 0.06 %         | 0.11 %         | - %            | - %            |
| Consolidation adjustment              | (0.19)%        | 0.29 %         | - %            | - %            |
| Interest on share loan                | 0.38 %         | 0.70 %         | - %            | - %            |
| Deferred tax not recognised           | - %            | (0.72)%        | - %            | - %            |
| Recognition of deferred tax           | - %            | (0.44)%        | - %            | - %            |
|                                       | <b>20.56 %</b> | <b>22.84 %</b> | <b>19.17 %</b> | <b>22.66 %</b> |

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|  | Group                |                      | Company              |                      |
|--|----------------------|----------------------|----------------------|----------------------|
|  | 2022<br>R            | 2021<br>R            | 2022<br>R            | 2021<br>R            |
| <b>33. Cash used in operations</b>       |                      |                      |                      |                      |
| Profit before taxation                   | 245 712 057          | 185 867 147          | 240 435 400          | 186 704 771          |
| <b>Adjustments for:</b>                  |                      |                      |                      |                      |
| Depreciation and amortisation            | 31 231 042           | 29 968 316           | 28 570 054           | 27 353 238           |
| Gain on sale of assets                   | (6 693 675)          | (3 211 104)          | (6 693 675)          | (3 209 101)          |
| Income from equity accounted investments | (1 749 502)          | (1 315 696)          | -                    | -                    |
| Dividend received                        | (9 898)              | (14 120)             | (5 051 897)          | (105 614)            |
| Interest income                          | (159 639 553)        | (150 992 450)        | (163 461 485)        | (156 351 394)        |
| Finance costs                            | 76 126 685           | 79 953 432           | 76 020 208           | 79 720 518           |
| Right-of use asset                       | (1 365 487)          | (247 541)            | (1 653 739)          | (605 504)            |
| Lease liability                          | 4 553 348            | 3 042 569            | 4 740 482            | 3 288 308            |
| Lease paid - IFRS 16                     | (2 305 612)          | (2 021 405)          | (2 305 612)          | (2 021 405)          |
| Movements in employee accrual            | 29 656 393           | 9 731 376            | 29 540 402           | 9 191 642            |
| Credit loss allowance                    | (10 004 082)         | 2 634 993            | (9 830 753)          | 2 281 995            |
| Impairment                               | -                    | 3 334 257            | -                    | -                    |
| <b>Changes in working capital:</b>       |                      |                      |                      |                      |
| Inventories                              | (67 493 956)         | (39 294 329)         | (62 688 439)         | (53 388 754)         |
| Trade and other receivables              | (415 803 426)        | (327 563 295)        | (400 820 502)        | (262 546 832)        |
| Trade and other payables                 | 164 977 702          | 26 209 186           | 162 089 979          | 28 233 630           |
| Provisions                               | 24 818 806           | 3 028 989            | 24 818 806           | 3 028 989            |
| Derivative financial instruments         | (3 758 459)          | (122 230 355)        | (3 758 460)          | (122 230 355)        |
| Other financial liability                | (44 048 127)         | 6 371 198            | (44 048 127)         | 6 371 198            |
|  | <b>(135 795 744)</b> | <b>(296 748 832)</b> | <b>(134 097 358)</b> | <b>(254 284 670)</b> |

### 34. Tax paid

|   |                     |                     |                     |                     |
|---|---------------------|---------------------|---------------------|---------------------|
| Balance at beginning of the year                      | (16 037 897)        | (1 930 830)         | (15 379 885)        | (2 425 324)         |
| Current tax for the year recognised in profit or loss | (52 660 875)        | (50 132 590)        | (50 668 905)        | (47 900 568)        |
| Balance at end of the year                            | 1 675 393           | 16 037 897          | 1 295 986           | 15 379 885          |
|   | <b>(67 023 379)</b> | <b>(36 025 523)</b> | <b>(64 752 804)</b> | <b>(34 946 007)</b> |

### 35. Dividends paid

|   |                     |                     |                     |                     |
|---|---------------------|---------------------|---------------------|---------------------|
| Balance at beginning of the year        | -                   | -                   | -                   | -                   |
| Deemed dividend with buy back of shares | -                   | (36 750 000)        | -                   | (36 750 000)        |
| Dividends                               | (34 830 287)        | (29 769 740)        | (37 358 023)        | (32 995 869)        |
| Balance at end of the year              | -                   | -                   | -                   | -                   |
|   | <b>(34 830 287)</b> | <b>(66 519 740)</b> | <b>(37 358 023)</b> | <b>(69 745 869)</b> |

Dividends are declared from retained earnings.

Dividend per share is 65 cent (2021: 55 cent)

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|  | Group |      | Company |      |
|--|-------|------|---------|------|
|  | 2022  | 2021 | 2022    | 2021 |
|  | R     | R    | R       | R    |

#### 36. Business combinations

##### Barkley Oos Motors CC

On November 1, 2021, the group acquired the assets of Barkly East Motors CC.

A purchase price allocation was performed on the business combination that occurred during the financial year.

The following table illustrates the consideration paid and net assets acquired during the year. All assets and liabilities are measured at fair value on the date of acquisition.

##### Fair value of assets acquired

|                      |                  |   |   |   |
|----------------------|------------------|---|---|---|
| Client relationships | 4 061 683        | - | - | - |
| Assets below R7 000  | 98 317           | - | - | - |
|                      | <b>4 160 000</b> | - | - | - |

##### Acquisition date fair value of consideration paid

|      |             |   |   |   |
|------|-------------|---|---|---|
| Cash | (4 160 000) | - | - | - |
|------|-------------|---|---|---|

The business acquisition contributed revenue of R 11 700 275 and profit of R 524 389 to the Group from 2 November 2021 to 28 February 2022.

If the business acquisition had taken place at the beginning of the year, the total estimated revenue for the company would have been R 95 974 417 and profit of R 1 300 420.

#### 37. Commitments

##### Authorised capital expenditure

|                                 |             |            |             |            |
|---------------------------------|-------------|------------|-------------|------------|
| • Authorised not yet contracted | 136 524 000 | 95 128 909 | 135 945 000 | 95 128 909 |
|---------------------------------|-------------|------------|-------------|------------|

#### 38. Events after the reporting period

The directors are not aware of any material events that happen since the end of the financial period that need disclosure in the financial statements.

#### 39. Post retirement benefit

It is policy that all permanent staff must belong to a pension or provident fund. The staff members are members of the OVK Retirement Fund No. 2, or KOLK Retirement Fund or members of the CMW Wool and Mohair Provident Fund or MIBCO Provident Fund. The funds are registered and governed under the Pension Funds Act, 1956, as amended. The pension and provident funds offer advantages in terms of defined contribution plans.

The contributions of OVK Operations Limited Group to post-employment benefit plans for the year was R 30 283 766 (2021: R 28 907 575). Company R 29 744 040 (2021: R 28 365 842).

#### 40. Contingencies

|                  |           |            |           |            |
|------------------|-----------|------------|-----------|------------|
| Guarantee issued | 4 352 265 | 13 055 954 | 4 352 265 | 13 055 954 |
|------------------|-----------|------------|-----------|------------|

Guarantees were issued to the relevant Insurance Companies and Eskom.

Guarantees can be canceled by both parties with a 90 day notice period.

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### Notes to the Summary Consolidated Financial Statements

|  | Group     |           | Company   |           |
|--|-----------|-----------|-----------|-----------|
|  | 2022<br>R | 2021<br>R | 2022<br>R | 2021<br>R |

#### 41. Comparative figures

Certain comparative figures have been reclassified.

Transportation cost recovery was incorrectly disclosed in revenue. It has been fixed and is now part of operating costs in expenses. Shearing costs and packaging materials were re-allocated from operating costs to cost of sales. A portion of the brokerage commission was mapped to other income instead of income and profit on direct purchases that was part of cost of sales is now disclosed as part of revenue.

During the previous year, the direct sales and cost of sales amount of customer financing, wool and livestock sales was not eliminated in calculating the Revenue and Cost of Sales.

Grain income was previously disclosed as part of other income and was disclosed for the year as part of revenue.

Distribution income was previously disclosed as part of other income and was disclosed for the year as part of cost of sales as it is a recovery of costs.

The movement in loans to/from group companies was disclosed at gross value in the prior year in the cashflow statement. The current year movement is disclosed at nett value.

The effects of the reclassification are as follows:

#### Statement of Financial Position

|                           |   |             |   |             |
|---------------------------|---|-------------|---|-------------|
| Trade- and other payables | - | (3 028 989) | - | (3 028 989) |
| Provisions                | - | 3 028 989   | - | 3 028 989   |
|                           | - | -           | - | -           |

#### Profit or Loss

|                         |   |              |   |              |
|-------------------------|---|--------------|---|--------------|
| Revenue                 | - | (384 079)    | - | (2 002 476)  |
| Cost of sales           | - | 63 029 604   | - | 68 775 365   |
| Other income            | - | (85 384 981) | - | (85 246 853) |
| Operating cost          | - | 3 207 659    | - | -            |
| Administration expenses | - | 18 784 490   | - | 18 473 964   |
| Distribution cost       | - | 747 307      | - | -            |
|                         | - | -            | - | -            |

#### Statement of Cash Flows

|  |   |   |   |             |
|--|---|---|---|-------------|
| Loans to group companies repaid          | - | - | - | (8 413 133) |
| Loans advance to group companies         | - | - | - | 8 413 133   |
| Proceeds from loans from group companies | - | - | - | 1 294 024   |
| Repayment of loans from group companies  | - | - | - | (1 294 024) |
|  | - | - | - | -           |

#### 42. Earnings per share (Ordinary and Class B)

Earnings per share is calculated by dividing the net profit after tax by the weighted average number of shares in issue for the year.

|                                   |             |             |             |             |
|-----------------------------------|-------------|-------------|-------------|-------------|
| Net profit after tax              | 195 198 260 | 143 428 521 | 194 336 503 | 144 406 728 |
| Weighted average number of shares | 53 695 518  | 54 159 712  | 57 584 343  | 59 462 767  |

|                    |             |             |             |             |
|--------------------|-------------|-------------|-------------|-------------|
|                    | <b>Cent</b> | <b>Cent</b> | <b>Cent</b> | <b>Cent</b> |
| Earnings per share | 363.5       | 264.8       | 337.5       | 242.9       |

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|   | Group                |                      | Company              |                      |
|---|----------------------|----------------------|----------------------|----------------------|
|   | 2022<br>R            | 2021<br>R            | 2022<br>R            | 2021<br>R            |
| <b>43. Headline earnings per share (Ordinary and Class B)</b> |                      |                      |                      |                      |
| Reconciliation between earnings and headline earnings         |                      |                      |                      |                      |
| Net profit after tax  | 195 198 260          | 143 428 521          | 194 336 503          | 144 406 728          |
| Net profit on disposal of property, plant and equipment       | (6 693 675)          | (3 211 104)          | (6 693 675)          | (3 209 101)          |
| Impairment on goodwill  | -                    | 3 334 257            | -                    | -                    |
|   | <b>188 504 585</b>   | <b>143 551 674</b>   | <b>187 642 828</b>   | <b>141 197 627</b>   |
| Earnings per share  | <b>Cent</b><br>351.1 | <b>Cent</b><br>265.1 | <b>Cent</b><br>325.9 | <b>Cent</b><br>237.5 |

## **Oos Vrystaat Kaap Operations Limited**

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### **Notes to the Summary Consolidated Financial Statements**

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#### **44. Segment information**

Management determines the operating segments on the basis of reports used by the directors to make strategic decisions. The directors regard the business from an operational view and receive reports with regard to the following segments:

- Trade and fuel, which trades in primary input requisites and general trade articles and in the delivery of diesel
- Mechanisation and motors, which trades in motors and rendering of services, tractors and implements
- Grain handling, trade and marketing, which includes the handling, storage and trading of grain and derivative instruments
- Client finance, providing finance as well as term loans
- Livestock, fibre and abattoir consists of Gariep Abattoir, as well as OVK livestock, wool and mohair
- Corporate and other which includes insurance and head office costs
- Industries supply wheat, maize meal, fertiliser and other products

An analysis of geographical segments is not provided as the Group only has operations in South Africa and Lesotho. The activities in Lesotho are not material to the group.

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### Notes to the Summary Consolidated Financial Statements

#### 44. Segment information (continued)

Financial information with regard to the operating segments are as follows: (R'000)

| Group<br>2022                                     | Trade and<br>fuel<br>R'000 | Mechani-<br>sation and<br>motors<br>R'000 | Grain<br>R'000 | Client<br>finance<br>R'000 | Livestock,<br>fibre and<br>abattoir<br>R'000 | Industries<br>R'000 | Corporate<br>and other<br>R'000 | Total<br>R'000 |
|---|----------------------------|---|----------------|----------------------------|--|---------------------|---------------------------------|----------------|
| Total segment income from external clients        | 4 260 024                  | 677 985                                   | 79 701         | 154 607                    | 486 361                                      | 188 565             | (10 152)                        | 5 837 091      |
| Gross profit/(loss)                               | 367 338                    | 76 488                                    | 79 701         | 152 765                    | 173 077                                      | 34 884              | (24 842)                        | 859 411        |
| Interest received                                 | 1                          | -   | 14             | -                          | -  | 1                   | 4 242                           | 4 258          |
| Interest paid                                     | -                          | 1 196                                     | -              | -                          | (106)  | -                   | (77 217)                        | (76 127)       |
| Grain gross profit including fair value movements | -                          | -   | 75 536         | -                          | -  | -                   | -                               | 75 536         |
| Depreciation                                      | (5 947)                    | (1 908)                                   | (12 842)       | (114)                      | (4 199)                                      | (1 640)             | (4 989)                         | (31 639)       |
| Segment expenditure                               | (188 658)                  | (63 617)                                  | (99 969)       | (92 294)                   | (142 420)                                    | (30 374)            | (74 013)                        | (691 345)      |
| Reportable segment profit/(loss)                  | 172 734                    | 12 159                                    | 42 440         | 60 357                     | 26 352                                       | 2 871               | (176 819)                       | 140 094        |
| Other income                                      | -                          | -   | 3              | -                          | 615  | 634                 | 102 574                         | 103 826        |
| Income from equity investment                     | -                          | -   | -              | -                          | -  | -                   | 1 792                           | 1 792          |
| Profit/(loss) before tax                          | 172 734                    | 12 159                                    | 42 443         | 60 357                     | 26 967                                       | 3 505               | (72 453)                        | 245 712        |
| Tax   | -                          | -   | (150)          | -                          | (1 133)                                      | (1 684)             | (47 547)                        | (50 514)       |
| <b>Net profit/(loss) for the year</b>             | <b>172 734</b>             | <b>12 159</b>                             | <b>42 293</b>  | <b>60 357</b>              | <b>25 834</b>                                | <b>1 821</b>        | <b>(120 000)</b>                | <b>195 198</b> |
| Total assets                                      | 595 239                    | 221 234                                   | 494 906        | 2 364 492                  | 178 864                                      | 71 038              | 185 285                         | 4 111 058      |
| Total liabilities                                 | 285 718                    | 44 060                                    | 179 241        | 21 487                     | 92 009                                       | 4 519               | 65 648                          | 692 682        |

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### Notes to the Summary Consolidated Financial Statements

#### 44. Segment information (continued)

| Group<br>2021                                     | Trade and<br>fuel | Mechani-<br>sation and<br>motors | Grain         | Client<br>finance | Livestock,<br>fibre and<br>abattoir | Industries      | Corporate<br>and other | Total          |
|---|-------------------|----------------------------------|---------------|-------------------|-------------------------------------|-----------------|------------------------|----------------|
|   | R'000             | R'000                            | R'000         | R'000             | R'000                               | R'000           | R'000                  | R'000          |
| Total segment income from external clients        | 3 456 132         | 480 401                          | 54 511        | 144 049           | 492 175                             | 381 469         | (4 611)                | 5 004 126      |
| Gross profit/(loss)                               | 313 814           | 51 963                           | 54 511        | 142 808           | 149 749                             | 44 780          | (5 893)                | 751 732        |
| Interest received                                 | -                 | -                                | -             | -                 | -                                   | 28              | 5 961                  | 5 989          |
| Interest paid                                     | -                 | -                                | -             | -                 | (113)                               | -               | (79 840)               | (79 953)       |
| Grain gross profit including fair value movements | -                 | -                                | 106 376       | -                 | -                                   | -               | -                      | 106 376        |
| Depreciation                                      | (5 432)           | (1 332)                          | (11 123)      | (55)              | (5 320)                             | (1 943)         | (5 066)                | (30 271)       |
| Segment expenditure                               | (170 612)         | (51 233)                         | (112 548)     | (95 934)          | (144 889)                           | (56 574)        | (19 488)               | (651 278)      |
| Reportable segment profit/(loss)                  | 137 770           | (602)                            | 37 216        | 46 819            | (573)                               | (13 709)        | (104 326)              | 102 595        |
| Other income                                      | -                 | 1 243                            | -             | -                 | 408                                 | 440             | 79 775                 | 81 866         |
| Income from equity investment                     | -                 | -                                | -             | -                 | -                                   | -               | 1 407                  | 1 407          |
| Profit/(loss) before tax                          | 137 770           | 641                              | 37 216        | 46 819            | (165)                               | (13 269)        | (23 144)               | 185 868        |
| Tax   | -                 | 600                              | (152)         | -                 | (846)                               | (513)           | (41 528)               | (42 439)       |
| <b>Net profit/(loss) for the year</b>             | <b>137 770</b>    | <b>1 241</b>                     | <b>37 064</b> | <b>46 819</b>     | <b>(1 011)</b>                      | <b>(13 782)</b> | <b>(64 672)</b>        | <b>143 429</b> |
| Total assets                                      | 546 205           | 121 034                          | 574 584       | 1 778 760         | 210 087                             | 74 411          | 271 144                | 3 576 225      |
| Total liabilities                                 | 184 832           | 20 417                           | 153 801       | 14 156            | 71 588                              | 9 480           | 86 863                 | 541 137        |

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#### 44. Segment information (continued)

##### Company 2022

|   | Trade and<br>fuel | Mechani-<br>sation and<br>motors | Grain         | Client<br>finance | Livestock,<br>fibre and<br>abattoir | Industries     | Corporate<br>and other | Total          |
|---|-------------------|----------------------------------|---------------|-------------------|-------------------------------------|----------------|------------------------|----------------|
|   | R'000             | R'000                            | R'000         | R'000             | R'000                               | R'000          | R'000                  | R'000          |
| Total segment income from external clients        | 4 320 435         | 625 061                          | 79 701        | 157 321           | 426 331                             | 169 264        | (10 153)               | 5 767 960      |
| Gross profit/(loss)                               | 368 977           | 68 662                           | 79 701        | 155 479           | 159 851                             | 24 168         | (25 012)               | 831 826        |
| Interest received                                 | -                 | -                                | -             | -                 | -                                   | -              | 8 016                  | 8 016          |
| Interest paid                                     | -                 | -                                | -             | -                 | -                                   | -              | (76 020)               | (76 020)       |
| Grain gross profit including fair value movements | -                 | -                                | 75 536        | -                 | -                                   | -              | -                      | 75 536         |
| Depreciation                                      | (5 946)           | (1 143)                          | (12 842)      | (114)             | (3 786)                             | (1 622)        | (4 990)                | (30 443)       |
| Segment expenditure                               | (187 855)         | (58 429)                         | (100 512)     | (92 294)          | (137 001)                           | (26 829)       | (74 484)               | (677 404)      |
| Reportable segment profit/(loss)                  | 175 176           | 9 090                            | 41 883        | 63 071            | 19 064                              | (4 283)        | (172 490)              | 131 511        |
| Other income                                      | -                 | -                                | -             | -                 | -                                   | -              | 108 925                | 108 925        |
| Profit/(loss) before tax                          | 175 176           | 9 090                            | 41 883        | 63 071            | 19 064                              | (4 283)        | (63 565)               | 240 436        |
| Tax   | -                 | -                                | -             | -                 | -                                   | -              | (46 099)               | (46 099)       |
| <b>Net profit/(loss) for the year</b>             | <b>175 176</b>    | <b>9 090</b>                     | <b>41 883</b> | <b>63 071</b>     | <b>19 064</b>                       | <b>(4 283)</b> | <b>(109 664)</b>       | <b>194 337</b> |
| Total assets                                      | 590 410           | 213 770                          | 494 506       | 2 364 492         | 162 945                             | 35 025         | 161 212                | 4 022 360      |
| Total liabilities                                 | 284 958           | 41 216                           | 229 414       | 21 487            | 85 032                              | 11 161         | 9 551                  | 682 819        |

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#### 44. Segment information (continued)

| Company<br>2021                                   | Trade and<br>fuel | Mechani-<br>sation and<br>motors | Grain         | Client<br>finance | Livestock,<br>fibre and<br>abattoir | Industries      | Corporate<br>and other | Total          |
|---|-------------------|----------------------------------|---------------|-------------------|-------------------------------------|-----------------|------------------------|----------------|
|   | R'000             | R'000                            | R'000         | R'000             | R'000                               | R'000           | R'000                  | R'000          |
| Total segment income from external clients        | 3 500 601         | 436 517                          | 54 511        | 146 312           | 436 237                             | 330 940         | (4 612)                | 4 900 506      |
| Gross profit/(loss)                               | 315 452           | 44 814                           | 54 511        | 145 071           | 137 245                             | 37 879          | (6 047)                | 728 925        |
| Interest received                                 | -                 | -                                | -             | -                 | -                                   | -               | 11 347                 | 11 347         |
| Interest paid                                     | -                 | -                                | -             | -                 | -                                   | -               | (79 721)               | (79 721)       |
| Grain gross profit including fair value movements | -                 | -                                | 106 376       | -                 | -                                   | -               | -                      | 106 376        |
| Depreciation                                      | (5 432)           | (875)                            | (11 123)      | (55)              | (4 883)                             | (1 927)         | (5 065)                | (29 360)       |
| Segment expenditure                               | (170 582)         | (45 617)                         | (113 088)     | (95 934)          | (138 402)                           | (52 383)        | (16 700)               | (632 706)      |
| Reportable segment profit/(loss)                  | 139 438           | (1 678)                          | 36 676        | 49 082            | (6 040)                             | (16 431)        | (96 186)               | 104 861        |
| Other income                                      | -                 | -                                | -             | -                 | -                                   | -               | 81 844                 | 81 844         |
| Profit/(loss) before tax                          | 139 438           | (1 678)                          | 36 676        | 49 082            | (6 040)                             | (16 431)        | (14 342)               | 186 705        |
| Tax   | -                 | -                                | -             | -                 | -                                   | -               | (42 298)               | (42 298)       |
| <b>Net profit/(loss) for the year</b>             | <b>139 438</b>    | <b>(1 678)</b>                   | <b>36 676</b> | <b>49 082</b>     | <b>(6 040)</b>                      | <b>(16 431)</b> | <b>(56 640)</b>        | <b>144 407</b> |
| Total assets                                      | 546 205           | 112 529                          | 574 172       | 1 778 760         | 195 114                             | 39 148          | 264 169                | 3 510 097      |
| Total liabilities                                 | 184 832           | 23 032                           | 225 527       | 14 156            | 61 672                              | 17 096          | 7 845                  | 534 160        |

Sales between segments take place at cost. The income from external clients which is reported to the directors, is evaluated on a method which is consistent with the sales in the statement of comprehensive income.

The directors evaluate the performance of the segments on the basis of gross profit and net of profit before tax.

The amounts provided to the board of directors regarding total assets are measured in a way that is consistent with the measurement of assets in the statement of financial position. Segment assets are allocated on the basis of activities of the company.

Investments in shares (classified as equity investment or other financial assets held at fair value though profit and loss) held by the Group, is not classified as segment assets.

## Oos Vrystaat Kaap Operations Limited

(Registration number 1999/004069/06)

Summary Consolidated Financial Statements for the year ended 28 February 2022

### Notes to the Summary Consolidated Financial Statements

|  | Group |      | Company |      |
|--|-------|------|---------|------|
|  | 2022  | 2021 | 2022    | 2021 |
|  | R     | R    | R       | R    |

#### 44. Segment information (continued)

Reporting segments assets/liabilities were reconciled as follows with total assets/liabilities: (R'000)

##### Total assets according to statement of financial position

|   |                  |                  |                  |                  |
|---|------------------|------------------|------------------|------------------|
| Segment assets                                | 4 111 058        | 3 576 225        | 4 022 360        | 3 510 097        |
| Unallocated: Deferred tax                     | 5 353            | 2 392            | 3 734            | -                |
| Unallocated: Investments in subsidiaries      | -                | -                | 10 708           | 10 708           |
| Unallocated: Members' funds                   | 1                | 2                | 1                | 2                |
| Unallocated: Equity investment                | 95               | 95               | 95               | 95               |
| Unallocated: Investment in joint venture      | 6 219            | 4 903            | -                | -                |
| Unallocated: Tax receivable                   | 118              | 7                | -                | -                |
| Unallocated: Investment in associated company | 4 629            | 4 195            | 142              | 142              |
| Unallocated: Loan to group companies          | 12 796           | 9 042            | 89 453           | 98 512           |
| Unallocated: Right-of-use asset               | 12 133           | 10 768           | 11 030           | 9 376            |
| Unallocated: Cash and cash equivalents        | 44 015           | 75 835           | 24 780           | 40 220           |
|   | <b>4 196 417</b> | <b>3 683 464</b> | <b>4 162 303</b> | <b>3 669 152</b> |

##### Total liabilities according to statement of financial position

|   |                  |                  |                  |                  |
|---|------------------|------------------|------------------|------------------|
| Segment liabilities                     | 692 682          | 541 137          | 682 819          | 534 160          |
| Unallocated: Employee benefits payable  | 64 900           | 35 243           | 63 454           | 33 914           |
| Unallocated: Loans from group companies | 18 363           | 5 339            | 7 543            | 6 634            |
| Unallocated: Tax payable                | 1 794            | 16 045           | 1 296            | 15 380           |
| Unallocated: Shareholders' loans        | 249 213          | 228 468          | 249 213          | 228 468          |
| Unallocated: Bank overdraft             | 1 597 978        | 1 447 891        | 1 597 978        | 1 447 891        |
| Unallocated: Lease liability            | 13 162           | 10 914           | 11 979           | 9 544            |
| Unallocated: Deferred tax               | 19 271           | 18 458           | -                | 836              |
|   | <b>2 657 363</b> | <b>2 303 495</b> | <b>2 614 282</b> | <b>2 276 827</b> |

The company does not earn more than 10% of its total income from one external client.