

Unaudited interim results

for the six months ended 31 December 2010



Highlights

- Revenue for the period increased by 10% to **R3 801 million**
- Operating profit of **R298 million** up 19%
- Profit before taxation increased by a satisfactory 123% to **R216 million**
- Cash generated from operations up by 57% to **R375 million**
- Headline earnings from continuing operations increased by 115% to **R154 million**
- Term Loans repaid in full, reducing consolidated gearing to **40%**

CONDENSED GROUP STATEMENT OF COMPREHENSIVE INCOME

	Six month period ended 31 December 2010 Unaudited R'000	Six month period ended 31 December 2009 Restated* R'000	Year ended 30 June 2010 Audited R'000
Revenue	3 800 647	3 461 622	6 991 748
Trading profit before depreciation and amortisation	558 772	532 177	1 051 705
Depreciation and amortisation	(258 046)	(283 845)	(537 761)
Trading profit	300 726	248 332	513 944
Capital items	(2 604)	2 233	(23 774)
Operating profit	298 122	250 565	490 170
Net finance charges paid	(81 745)	(153 728)	(272 598)
Profit before taxation	216 377	96 837	217 572
Income tax expense	(43 059)	(15 219)	(45 190)
Profit for the period from continuing operations	173 318	81 618	172 382
Total loss for the period from discontinued operations	(1 697)	(50 446)	(3 697)
Loss for the period from discontinued operations	(5 154)	(56 642)	(36 792)
Fair value profit on discontinuation	3 457	6 196	33 095
Profit for the period	171 621	31 172	168 685
Other comprehensive income			
Effect of foreign exchange	(36 199)	36 589	(12 485)
Revaluation of land and buildings	930	823	15 554
Hedge accounting			
Other comprehensive (expense)/income for the period (net of taxation)	(35 269)	37 412	77 319
Total comprehensive income for the period	136 352	68 584	246 004
Profit for the period attributable to:			
Non-controlling interests – continuing	21 325	7 437	33 936
Non-controlling interests – discontinued	–	(2 113)	(2 083)
Equity holders of Super Group Limited – continuing	151 993	74 181	138 446
Equity holders of Super Group Limited – discontinued	(1 697)	(48 333)	(1 614)
Profit for the period	171 621	31 172	168 685

RECONCILIATION OF HEADLINE EARNINGS

	31 December 2010 Unaudited R'000	31 December 2009 Reviewed R'000	30 June 2010 Audited R'000
Profit attributable to equity holders of Super Group Limited (continuing operations)	150 296	25 848	136 832
Closure costs	–	(2 233)	(1 660)
Impairment of property, plant and equipment and full maintenance lease vehicles	526	–	9 792
Impairment of intangible assets	1 870	–	9 577
(Loss)/profit on sale of property	–	(2 233)	2 431
Fair value profit on discontinuation	(3 457)	(6 196)	(33 095)
Headline profit for the period	149 235	17 419	123 877
Loss from discontinued operations	5 154	56 642	36 792
Loss attributable to non-controlling interests – discontinued	–	(2 113)	(2 083)
Headline earnings for the period – continuing	154 389	71 948	158 586
Basic earnings per share (cents)	4,7	2,4	6,4
Basic earnings per share (continuing operations) (cents)	4,7	7,0	6,5
Diluted earnings per share (cents)	4,7	2,4	6,4
Diluted earnings per share (continuing operations) (cents)	4,7	7,0	6,5
Headline earnings per share (cents)	4,7	1,6	5,8
Headline earnings per share (continuing operations) (cents)	4,8	6,8	7,4
Diluted headline earnings per share (cents)	4,7	1,6	5,8
Diluted headline earnings per share (continuing operations) (cents)	4,8	6,8	7,4

CONDENSED GROUP STATEMENT OF FINANCIAL POSITION

	31 December 2010 Unaudited R'000	31 December 2009 Reviewed R'000	30 June 2010 Audited R'000
ASSETS			
Property, plant and equipment	1 317 785	1 250 202	1 308 003
Full maintenance lease assets	1 142 525	1 455 313	1 391 635
Intangible assets	82 232	119 863	92 645
Goodwill	1 300 299	1 333 311	1 289 666
Investments and other non-current assets	5 669	26 366	27 856
Deferred tax assets	253 711	239 494	238 697
Current assets	3 176 891	4 141 755	3 234 390
Assets held for sale	50 000	1 814 863	108 832
Inventories	576 529	424 958	470 021
Trade and other receivables	1 251 869	1 126 364	1 241 121
Insurance related assets	262 983	–	239 912
Cash and cash equivalents	1 035 510	775 570	1 174 504
Total assets	7 279 112	8 566 304	7 582 892
EQUITY AND LIABILITIES			
Capital and reserves			
Capital and reserves attributable to equity holders of Super Group Limited	2 487 264	2 200 043	2 362 644
Non-controlling interests	151 818	178 304	188 211
Total equity	2 639 082	2 378 347	2 550 855
Liabilities			
Fund reserves	305 511	226 098	291 364
Deferred tax liabilities	171 252	188 349	173 103
Full maintenance lease liabilities (including Australia)	958 155	1 182 918	1 070 461
Non-current	165 067	838 940	72 166
Current	793 088	343 978	998 295
Interest-bearing borrowings	886 130	1 511 452	1 111 922
Non-current	757 649	1 389 932	974 415
Current	128 481	121 520	137 507
Liabilities directly associated with assets held for sale	51 965	1 577 848	93 921
Insurance related liabilities	359 386	–	395 485
Other current liabilities	1 907 631	1 501 292	1 894 781
Total equity and liabilities	7 279 112	8 566 304	7 582 892

SEGMENTAL ANALYSIS

	Six month period ended 31 December 2010 Unaudited R'000	Six month period ended 31 December 2009 Reviewed R'000	Year ended 30 June 2010 Audited R'000	Six month period ended 31 December 2010 Unaudited R'000	Six month period ended 31 December 2009 Restated* R'000	Year ended 30 June 2010 Audited R'000	Six month period ended 31 December 2010 Unaudited R'000	Six month period ended 31 December 2009 Reviewed R'000	Year ended 30 June 2010 Audited R'000
Supply Chain	1 408 710	1 290 973	2 572 285	107 369	99 652	168 669	97 088	75 997	128 133
– South Africa	1 224 360	1 109 967	2 228 673	94 852	84 619	172 784	83 319	57 193	128 618
– International	–	–	–	1 218	13 607	14 767	7 345	22 330	28 130
– African Logistics	184 350	181 006	343 612	11 299	1 426	(18 882)	6 424	(3 526)	(28 615)
Fleet Solutions	913 478	856 816	1 739 582	147 250	119 939	272 269	109 064	54 239	162 884
– Fleet Africa	505 856	489 065	976 363	74 505	60 487	122 620	51 231	21 700	58 768
– Sg Fleet (Australia)	407 622	367 751	763 219	72 745	59 452	149 649	57 833	32 539	104 116
Dealerships Services	1 478 459	1 307 774	2 679 881	28 182	19 576	41 655	16 202	6 290	18 160
– Continuing operations	3 800 647	3 461 622	6 991 748	298 122	250 565	490 170	216 377	96 837	217 572
– Discontinued operations	11 122	1 625 594	2 532 259	(11 922)	(6 901)	4 671	(3 791)	(41 912)	(15 791)
Group	3 811 769	5 087 216	9 524 007	286 200	244 664	494 841	212 586	54 925	201 781

CONDENSED GROUP STATEMENT OF CASH FLOW

	Six month period ended 31 December 2010 Unaudited R'000	Six month period ended 31 December 2009 Reviewed R'000	Year ended 30 June 2010 Audited R'000
Cash flows from operating activities			
Operating cash flow	534 493	446 067	1 052 148
Working capital changes	(159 639)	(207 332)	(204 435)
Cash generated from operations	374 854	238 735	847 713
Net finance costs paid	(72 258)	(177 979)	(280 242)
Income tax paid	(35 929)	(20 496)	(57 333)
Dividend paid to non-controlling interest	(37 727)	–	–
Net cash generated from operating activities	228 940	40 260	510 138
Cash flows from investing activities			
Net additions to property, plant and equipment	(78 571)	(7 764)	(114 640)
Net disposals/(additions) to full maintenance lease assets	88 697	46 076	(28 786)
Net additions to intangible assets	(10 788)	(5 469)	(7 445)
Subsidiaries/associates (purchased)/disposed	(5 303)	114 600	463 062
Proceeds on sale of investments	16 161	–	2 532
Other investing activities	(58 270)	10 982	(39 117)
Net cash (outflow)/inflow from investing activities	(48 074)	158 425	275 606
Cash flows from financing activities			
Net proceeds from share issues	–	1 162 592	1 163 719
Net interest-bearing borrowings repaid	(239 964)	(249 872)	(746 586)
Net full maintenance lease borrowings repaid	(113 560)	(263 660)	(321 956)
Net cash (outflow)/inflow from financing activities	(353 524)	649 060	95 177
Net (decrease)/increase in cash and cash equivalents	(172 658)	847 745	880 921
Net cash and cash equivalents at beginning of the period	1 197 258	321 350	321 350
Effect of foreign exchange on cash and cash equivalents	10 910	5 869	(5 013)
Cash and cash equivalents at end of the period	1 035 510	1 174 964	1 197 258

CONDENSED GROUP STATEMENT OF CHANGES IN EQUITY

	Six month period ended 31 December 2010 Unaudited R'000	Six month period ended 31 December 2009 Reviewed R'000	Year ended 30 June 2010 Audited R'000
Capital and reserves attributable to equity holders of Super Group Limited			
Balance at beginning of period	2 362 644	994 047	994 047
Share issues and options exercised, net of expenses	60	1 153 437	1 158 727
Total comprehensive income for the period attributable to equity holders of Super Group Limited	105 474	58 809	213 627
Profit/(loss) for the period	150 296	25 848	136 832
Effect of foreign exchange	(45 752)	32 138	(13 009)
Revaluation of land and buildings	–	–	74 250
Hedge accounting	930	823	15 554
Share-based payment expenses	3 788	2 154	2 231
Effect of business combinations on equity holders of Super Group Limited	15 298	(8 404)	(5 988)
Balance at end of period	2 487 264	2 200 043	2 362 644
Non-controlling interests			
Balance at beginning of period	188 211	194 196	194 196
Ordinary dividends paid to non-controlling interests	(37 727)	–	–
Total comprehensive income for the period attributable to non-controlling interests	30 878	9 775	32 377
Profit for the period	21 325	5 924	31 853
Effect of foreign exchange	9 553	4 451	524
Movement in other reserves	(82)	–	903
Non-controlling interest loan (repaid)/capitalised	(9 841)	–	9 217
Changes in non-controlling interests as a result of acquisitions and disposals	(19 621)	(25 667)	(48 482)
Balance at end of period	151 818	178 304	188 211
Total equity at end of period	2 639 082	2 378 347	2 550 855
Comprising:			
Share capital	327 310	327 310	327 310
Share premium	1 893 091	1 891 964	1 893 091
Capital redemption reserve fund	5 486	5 486	5 486
Retained earnings	453 392	138 087	270 620
Share buyback reserve	(542 549)	(546 772)	(542 609)
General reserve	556 036	556 036	556 036
Revaluation reserve	147 792	76 926	147 792
Foreign currency translation reserve	(351 194)	(260 294)	(305 442)
Contingency reserve – insurance	1 057	30 118	14 447
Hedging reserve	(3 157)	(18 818)	(4 087)
Non-controlling interests	151 818	178 304	188 211
Total equity at end of period	2 639 082	2 378 347	2 550 855

Basis of preparation and accounting policies

The condensed consolidated interim financial statements for the six month period ended 31 December 2010 have been prepared in accordance with the Recognition and Measurement requirements of International Financial Reporting Standards ("IFRS"), in particular the presentation and disclosure requirements of International Accounting Standard ("IAS") 34 Interim Financial Reporting, the AC 500 standards as issued by the Accounting Practices Board or its successor, the Listings Requirements of the JSE Limited and the South African Companies Act, 1973 as amended. The accounting policies applied in the presentation of the condensed consolidated financial statements are consistent with those applied for the year ended 30 June 2010, except for the standards noted that became effective on 1 July 2010. Amendments to IFRS 2 – Share-based Payment, Amendments to IFRS 3 – Business Combinations, IAS 27 – Consolidated and Separate Financial Statements and the improvements to IFRS that became effective on 1 January 2010, IFRS 5 – Non-current Assets Held for Sale and Discontinued Operations, IFRS 8 – Operating Segments, IAS 1 – Presentation of Financial Statements, IAS 7 – Statement of Cash Flows, IAS 17 – Leases and IAS 36 – Impairment of Assets.

The adoption of these standards has no effect on the results, nor has it required any restatement of the results. The condensed consolidated financial statements are presented in Rand, which is Super Group's functional and presentation currency. These unaudited results for the six month period ended 31 December 2010 have not been reviewed or audited by the Group's auditors. This interim report should be read in conjunction with the annual financial statements for the year ended 30 June 2010.

*Restatement

The comparative results have been restated in accordance with IFRS 5, in line with the classifications of Hala and General Risk SA businesses as discontinued operations. The reviewed results presented for the six month period ended 31 December 2009 have been restated to reflect the operations classified as discontinued at 30 June 2010. The comparative results have also been restated in the segmental analysis to reflect the way that management reported these segments for the periods ended 30 June 2010 and 31 December 2010.

SALIENT FEATURES

	Six month period ended 31 December 2010 Unaudited R'000	Six month period ended 31 December 2009 Reviewed R'000	Year ended 30 June 2010 Audited R'000
1. Interest-bearing borrowings			
Australia ring-fenced borrowings	381 783	432 059	385 463
Securitisation	–	255 870	–
Property borrowings	364 757	364 690	361 002
Term loans	–	374 639	237 671
Other borrowings	191 555	233 798	170 986
Interest-bearing borrowings and bank overdraft before reallocation to held for sale	938 095	1 661 056	1 155 122
Other interest-bearing borrowings directly associated with assets held for sale	(5		