



Highlights

- Revenue for the period increased by 23% to R4,7 billion
- Operating profit of R405 million up by 36% on the prior period
- Profit before taxation increased by 63% to R353 million
- Cash generated from operations up by 105% to R767 million
- Headline earnings increased by 63% to R244 million
- Reduction in consolidated gearing to 15%

Unaudited results

for the six months ended 31 December 2011
and a trading statement pertaining
to the year ending 30 June 2012



CONDENSED GROUP STATEMENT OF COMPREHENSIVE INCOME

	Six month period ended 31 December 2011 Unaudited R'000	Six month period ended 31 December 2010 Unaudited R'000	Year ended 30 June 2011 Audited R'000
Revenue	4 667 881	3 800 647	7 834 829
Trading profit before depreciation and amortisation	655 608	558 772	1 171 960
Depreciation and amortisation	(245 223)	(258 046)	(538 399)
Trading profit	410 385	300 726	633 561
Capital items	(5 114)	(2 604)	(21 095)
Operating profit	405 271	298 122	612 466
Net finance charges paid	(52 341)	(81 745)	(142 508)
Profit before taxation	352 930	216 377	469 958
Income tax expense	(87 174)	(43 059)	(101 525)
Profit for the period from continuing operations	265 756	173 318	368 433
Total (loss)/profit for the period from discontinued operations	-	(1 697)	274
(Loss)/profit for the period from discontinued operations	-	(5 154)	3 368
Fair value profit/(loss) on discontinuation	-	3 457	(3 094)
Profit for the period	265 756	171 621	368 707
Other comprehensive income			
Effect of foreign exchange	147 511	(36 199)	54 111
Hedge accounting	218	930	2 428
Revaluation of land and buildings	-	-	12 238
Other comprehensive income/(expense) for the period (net of taxation)	147 729	(35 269)	68 777
Total comprehensive income for the period	413 485	136 352	437 484
Profit for the period attributable to:			
Non-controlling interests	26 974	21 325	48 055
Equity holders of Super Group Limited – continuing	238 782	151 993	320 378
Equity holders of Super Group Limited – discontinued	-	(1 697)	274
Profit for the period	265 756	171 621	368 707
RECONCILIATION OF HEADLINE EARNINGS			
Profit attributable to equity holders of Super Group Limited	238 782	150 296	320 652
Capital items after tax (continuing operations)	4 865	2 396	18 966
Foreign currency translation reserve	-	-	10 851
Impairment on investments	183	-	3 602
Impairment on property, plant, equipment and full maintenance lease vehicles	640	526	644
Impairment in intangible assets	-	1 870	3 869
Loss on sale of property	4 042	-	-
Fair value (profit)/loss on discontinuation	-	(3 457)	3 094
Headline profit for the period	243 647	149 235	342 712
Loss/(profit) from discontinued operations	-	5 154	(3 368)
Adjusted headline earnings for the period	243 647	154 389	339 344
Basic earnings per share (cents)	78,2	47,0	101,3

CONDENSED GROUP STATEMENT OF CASH FLOW

	Six month period ended 31 December 2011 Unaudited R'000	Six month period ended 31 December 2010 Unaudited R'000	Year ended 30 June 2011 Audited R'000
Cash flows from operating activities			
Operating cash flow	695 289	534 493	1 243 186
Working capital changes	72 098	(159 639)	(272 063)
Cash generated from operations	767 387	374 854	971 123
Finance costs paid	(106 512)	(111 434)	(208 877)
Investment income and interest received	54 247	39 176	77 208
Income tax paid	(83 859)	(35 929)	(115 282)
Dividend paid to non-controlling interest	-	(37 727)	(37 727)
Net cash generated from operating activities	631 263	228 940	686 445
Cash flows from investing activities			
Net additions to property, plant and equipment	(122 365)	(78 571)	(244 697)
Net (additions)/disposals to full maintenance lease assets	(69 959)	88 697	57 159
Net additions to intangible assets	(6 415)	(10 788)	(21 059)
Business combinations	(47 512)	(5 303)	103 289
Proceeds on sale of investments	-	16 161	16 221
Other investing activities	(12 266)	(58 270)	75 136
Net cash flow from investing activities	(258 517)	(48 074)	(13 951)
Cash flows from financing activities			
Share repurchases/buybacks and related expenses	(103 162)	-	(79 597)
Net interest-bearing borrowings raised/(repaid)	19 909	(239 964)	(310 822)
Net full maintenance lease borrowings repaid	(121 927)	(113 560)	(295 530)
Net cash flow from financing activities	(205 180)	(353 524)	(685 949)
Net increase/(decrease) in cash and cash equivalents	167 566	(172 658)	(13 455)
Net cash and cash equivalents at beginning of the period	1 210 456	1 197 258	1 197 258
Effect of foreign exchange on cash and cash equivalents	79 766	10 910	26 653
Cash and cash equivalents at end of the period	1 457 788	1 035 510	1 210 456
CONDENSED GROUP STATEMENT OF CHANGES IN EQUITY			
	Six month period ended 31 December 2011 Unaudited R'000	Six month period ended 31 December 2010 Unaudited R'000	Year ended 30 June 2011 Audited R'000
Capital and reserves attributable to equity holders of Super Group Limited			
Balance at beginning of the period	2 572 777	2 362 644	2 362 644
Share repurchases/buybacks/options exercised and related expenses	(103 162)	60	(79 597)
Total comprehensive income for the period attributable to equity holders of Super Group Limited	347 737	105 474	372 573
Profit for the period	238 782	150 296	320 652
Effect of foreign exchange	108 737	(45 752)	37 255
Revaluation of land and buildings	-	-	12 238
Hedge accounting	218	930	2 428
Share-based payment reserve movement	8 132	3 788	8 475
Effect of business combinations on equity holders of Super Group Limited	-	15 298	(91 318)
Balance at end of period	2 825 484	2 487 264	2 572 777

SALIENT FEATURES continued

	Six month period ended 31 December 2011 Unaudited R'000	Six month period ended 31 December 2010 Unaudited R'000	Year ended 30 June 2011 Audited R'000
3. Share statistics			
Total issued/less treasury shares ('000)	298 170	320 053	309 070
Weighted ('000)	305 217	320 059	316 510
Diluted ('000)	307 478	320 528	317 983
Net asset value per share (cents)	947,4	777,1	832,4
Net asset value excluding goodwill per share (cents)	429,2	370,9	375,4
4. Capital commitments			
Authorised but not yet contracted for capital commitments, excluding full maintenance lease assets	68 580	34 777	242 178
Capital commitments will be funded from normal operating cash flows and the utilisation of existing borrowings facilities.			
5. Related party transactions			
The Group, in the ordinary course of business, entered into various sales and purchase transactions on an arm's length basis with related parties.			
6. Subsequent events			
Other than the matters disclosed, the directors are not aware of any matter or circumstance arising subsequent to the balance sheet date up to the date of this report, which would affect these results.			

BASIS OF PREPARATION AND ACCOUNTING POLICIES

The condensed Group financial statements for the six months ended 31 December 2011 have been prepared in accordance with the framework concepts and measurement and recognition 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 series issued by the Accounting Practices Board or its successor, the Listings Requirements of the JSE Limited and the South African Companies Act 71 of 2008, as amended. The accounting policies used in the preparation of the unaudited interim results for the six months ended 31 December 2011, are in terms of IFRS and are consistent with those applied in the audited financial statements for the year ended 30 June 2011, except for the standards and amendments to standards that became effective on 1 January 2011: Improvements to IFRS 2010, and that became effective on 1 July 2011: IFRS 1 (Severe Hyperinflation and Removal of Fixed Dates for First-time Adopters); IFRS 7 (Disclosures: Transfers of Financial Assets) and IFRIC 14 (Prepayments of a Minimum Funding Requirement). 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 presentation currency. These results have been compiled under the supervision of the Chief Financial Officer, C Brown, CA(SA), BCompt (Hons), MBL. The interim results have not been reviewed or reported on by the Group auditors, KPMG Inc.

COMMENTARY

Overview of results

The Board of Super Group is pleased to present the Group's interim results for the six months ended 31 December 2011. Despite the prevailing highly competitive economic and trading environment, the Group has achieved significant growth in its earnings.

The Supply Chain South Africa business delivered a satisfactory performance, and African Logistics reflected a strong improvement in operating margins for the period concerned. Fleet Solutions outperformed the Group's expectations in both South Africa and Australia mainly as a result of a number of new contracts, favourable residual values, lower maintenance costs, and stringent control of overheads. Dealerships continued to experience sales volume growth that exceeded industry statistics and performed well for the six months to 31 December 2011.

The strong focus on effective cash generation and the management of working capital exposures resulted in a net cash retention, after working capital, of R767 million for the six month period. As released on SENS on 8 February 2012, the previous Bank Facility Agreements were terminated and normalised funding arrangements were concluded in February 2012. During the period under review, the company embarked on a repurchase of its own shares and the Super Group Share Incentive Scheme also purchased shares with regard to employee share options issued during 2011. The Share Incentive Scheme acquired 7 899 528 shares during the period. These shares are classified as treasury shares. SENS releases pertaining to these trades were released. The company also repurchased 3 000 000 shares (totaling 0,9% of the issued share capital). The total consideration for all of the above shares bought was approximately R103 million.

Financial performance

The Group's revenue increased by 23% to R4 668 million mainly as a result of new business generated and volume growth in the Supply Chain South Africa and Fleet Solutions businesses, as well as a 19% increase in new vehicle sales within the Dealership operations.

Operating profits increased by 36% to R405 million for the period under review. The improvement in operating margin to 8,7% (December 2010: 7,8%) is mainly attributable to the return to profitability of the African Logistics operations and an excellent performance in the Fleet Solutions Division.

Adjusted headline earnings for the period	243 647	154 389	339 344
Basic earnings per share (cents)	78,2	47,0	101,3
Basic earnings per share (continuing operations) (cents)	78,2	47,5	101,2
Diluted earnings per share (cents)	77,7	46,9	100,8
Diluted earnings per share (continuing operations) (cents)	77,7	47,4	100,8
Headline earnings per share (cents)	79,8	46,6	108,3
Headline earnings per share (continuing operations) (cents)	79,8	48,2	107,2
Diluted headline earnings per share (cents)	79,2	46,6	107,8
Diluted headline earnings per share (continuing operations) (cents)	79,2	48,2	106,7

CONDENSED GROUP STATEMENT OF FINANCIAL POSITION

	31 December 2011 Unaudited R'000	31 December 2010 Unaudited R'000	30 June 2011 Audited R'000
ASSETS			
Property, plant and equipment	1 562 100	1 317 785	1 435 649
Full maintenance lease assets	808 640	1 142 525	862 186
Intangible assets	48 815	82 232	64 208
Goodwill	1 545 534	1 300 299	1 412 628
Investments and other non-current assets	16 827	5 669	1 650
Deferred tax assets	230 170	253 711	225 536
Current assets	3 822 826	3 176 891	3 483 709
Assets held for sale	–	50 000	–
Inventories	548 821	576 529	490 737
Trade and other receivables	1 464 223	1 198 929	1 302 346
Finance lease receivables	224 536	52 940	246 140
Insurance-related assets	127 458	262 983	233 690
Cash and cash equivalents	1 457 788	1 035 510	1 210 796
Total assets	8 034 912	7 279 112	7 485 566
EQUITY AND LIABILITIES			
Capital and reserves			
Capital and reserves attributable to equity holders of Super Group Limited	2 825 484	2 487 264	2 572 777
Non-controlling interests	324 256	151 818	258 508
Total equity	3 149 740	2 639 082	2 831 285
Liabilities			
Fund reserves	415 455	305 511	357 369
Deferred tax liabilities	149 050	171 252	149 050
Full maintenance lease liabilities (including Australia)	667 225	958 155	778 137
Non-current	35 566	165 067	109 219
Current	631 659	793 088	668 918
Interest-bearing borrowings	1 123 043	886 130	1 035 213
Non-current	967 036	757 649	879 296
Current	156 007	128 481	155 917
Liabilities directly associated with assets held for sale	–	51 965	–
Insurance-related liabilities	180 558	359 386	296 911
Other current liabilities	2 349 841	1 907 631	2 037 601
Total equity and liabilities	8 034 912	7 279 112	7 485 566

SEGMENTAL ANALYSIS

	Six month period ended 31 December 2011 Unaudited R'000	Six month period ended 31 December 2010 Unaudited R'000	Year ended 30 June 2011 Audited R'000	Six month period ended 31 December 2011 Unaudited R'000	Six month period ended 31 December 2010 Unaudited R'000	Year ended 30 June 2011 Audited R'000	Six month period ended 31 December 2011 Unaudited R'000	Six month period ended 31 December 2010 Unaudited R'000	Year ended 30 June 2011 Audited R'000	Six month period ended 31 December 2011 Unaudited R'000	Six month period ended 31 December 2010 Unaudited R'000	Year ended 30 June 2011 Audited R'000
	REVENUE			OPERATING PROFIT			PROFIT BEFORE TAX			NET OPERATING ASSETS		
Supply Chain	1 718 406	1 408 710	2 789 469	126 666	106 151	181 497	109 034	89 743	155 323	1 524 785	1 166 776	1 187 121
– South Africa	1 507 677	1 224 360	2 429 246	102 639	94 852	164 801	92 305	83 319	148 250	1 148 548	908 412	891 000
– African Logistics	210 729	184 350	360 223	24 027	11 299	16 696	16 729	6 424	7 073	376 237	258 364	296 121
Fleet Solutions	1 167 536	913 478	1 880 896	243 368	147 250	358 222	214 043	109 064	288 375	1 335 492	1 684 339	1 602 518
– Fleet Africa	662 433	505 856	1 051 717	131 751	74 545	149 528	116 038	51 231	108 548	759 697	1 161 930	953 038
– Sg fleet (Australia)	505 103	407 622	829 179	111 617	72 705	208 694	98 005	57 833	179 827	575 795	522 409	649 480
Dealerships	1 780 453	1 478 459	3 161 333	38 580	28 182	63 710	27 438	16 202	40 879	344 290	289 769	317 854
Services	1 486	–	3 131	(3 343)	16 539	9 037	2 415	1 368	(14 619)	523 756	575 220	549 154
Continuing operations	4 667 881	3 800 647	7 834 829	405 271	298 122	612 466	352 930	216 377	469 958	3 728 323	3 716 104	3 656 647
Discontinued operations	–	11 122	61 461	–	(11 922)	(24 446)	–	(3 791)	(11 722)	–	–	–
Group	4 667 881	3 811 769	7 896 290	405 271	286 200	588 020	352 930	212 586	458 236	3 728 323	3 716 104	3 656 647

Effect of business combinations on equity holders of Super Group Limited

Balance at end of period	2 825 484	2 487 264	2 572 777
Non-controlling interests			
Balance at beginning of the period	258 508	188 211	188 211
Ordinary dividends paid to non-controlling interests	–	(37 727)	(37 727)
Total comprehensive income for the period attributable to non-controlling interests	65 724	30 878	64 911
Profit for the period	26 974	21 325	48 055
Effect of foreign exchange	38 750	9 553	16 856
Changes in non-controlling interests as a result of acquisitions and disposals	–	(19 621)	43 113
Non-controlling interest loan repaid	–	(9 841)	–
Movement in other reserves	24	(82)	–
Balance at end of the period	324 256	151 818	258 508
Total equity at end of the period	3 149 740	2 639 082	2 831 285
Comprising:			
Share capital	324 310	327 310	327 310
Share premium	1 862 621	1 893 091	1 893 091
Capital redemption reserve fund	5 486	5 486	5 486
Retained earnings	771 538	453 392	524 176
Share buyback reserve	(691 898)	(542 549)	(622 206)
General reserve	556 036	556 036	556 036
Revaluation reserve	157 218	147 792	157 666
Foreign currency translation reserve	(159 450)	(351 194)	(268 187)
Contingency reserve – insurance	1 064	1 057	1 064
Hedging reserve	(1 441)	(3 157)	(1 659)
Non-controlling interests	324 256	151 818	258 508
Total equity at end of the period	3 149 740	2 639 082	2 831 285

SALIENT FEATURES

	Six month period ended 31 December 2011 Unaudited R'000	Six month period ended 31 December 2010 Unaudited R'000	Year ended 30 June 2011 Audited R'000
1. Interest-bearing borrowings			
Australian ring-fenced borrowings	513 929	381 783	506 594
Property borrowings	303 593	364 757	308 312
Asset-based finance	305 521	191 555	219 967
Bank overdraft	–	–	340
Interest-bearing borrowings and bank overdraft before re-allocation to held for sale	1 123 043	938 095	1 035 213
Other interest-bearing borrowings directly associated with assets held for sale	–	(51 965)	–
	1 123 043	886 130	1 035 213
2. Cash and cash equivalents and bank overdrafts			
Cash and cash equivalents	1 457 788	1 035 510	1 210 796
Bank overdraft	–	–	(340)
Total cash and cash equivalents as per statement of cash flows	1 457 788	1 035 510	1 210 456

Operations.

Operating profits increased by 36% to R405 million for the period under review. The improvement in operating margin to 8,7% (December 2010: 7,8%) is mainly attributable to the return to profitability of the African Logistics operations and an excellent performance in the Fleet Solutions Division.

Profit before taxation increased by 63% to R353 million, reflecting the benefits of improved operational profitability and lower net finance costs. The reduction in net finance costs reflects the impact of a further R330 million reduction in net borrowings over the period concerned.

The Group's Statement of Financial Position remains robust, reflecting a net asset value per share of 947 cents, up 14% from the 832 cents at 30 June 2011. The consolidated gearing ratio as at 31 December 2011 of 15% (30 June 2011: 27%) is well below the targeted range of 30% – 40%.

Divisional review

Supply Chain South Africa performed above expectations despite strikes and inclement weather conditions. The increase in revenue, operating profit and profit before taxation over the period was driven by good operational performances in the Mobility (previously known as Automotive), Super Rent and Freight operations. Although the Sherwood International business outperformed in relation to budget, it still made no profit contribution for the period concerned. The Micor business reported improved results as well as higher margins on the back of a number of new contracts. The Haulcon business was integrated into the division from 1 July 2011. SG Convenience traded at record highs as a result of excellent regional performance in Gauteng, Nelspruit and the Western Cape, the successful launch of a number of new product ranges and the implementation of a preferred forecourt distribution solution for a major local fuel distributor.

African Logistics reported an increase in revenue and operating margin primarily as a result of improved South-Bound transport activity, a continued escalation in commodity prices and a modest increase per kilometer revenue rate. North-Bound freight volumes continue to improve overall and capacity utilisation is currently in excess of 85%. The newer fleet offering and the improved commodity trading cycle should bode well for this business over the next six months.

Fleet Africa's operating results were positively impacted by new tenders awarded during the period, lower depreciation as a result of improved residual values and the stringent control of maintenance costs.

Sg fleet (Australia) delivered good financial results in a competitive trading environment. The demand for used vehicles remains strong in Australia, keeping residual values at current high levels. The business has a full opportunity pipeline, despite the current uncertain economic environment. The relationship with Champ Ventures continues to add value to the business.

Dealerships continued to deliver a good performance, and achieved its targeted 2,2% operating margin. Revenue from new vehicle sales outperformed total NAAMSA new vehicle sales (up 15,5%) for the period to 31 December 2011 by 3,3%. The used vehicle market remains under pressure, although this is expected to reverse due to the recent escalations in new vehicle prices. The development of the new Volkswagen and Audi Rustenburg site commenced in October 2011.

Services: Due to materiality, Supply Chain International (Mauritius) and the remaining discontinued operations, including the run-off of the Emerald Insurance book, have been included in the Services segment in the current period. Supply Chain International is substantially a treasury and off-shore holding company. The operation does generate some external profits, but they are primarily from treasury related activities.

Prospects

The Southern African economy remains pedestrian and competitive pricing is the order of the day. The revenue growth rates across all Super Group's businesses are expected to be in line with general economic growth, other than where there has been new business generation or the extension of product lines.

Supply Chain South Africa will continue to focus on niche pharmaceutical and bulk tanker opportunities, Freight and Super Rent are exploring the increased demand for temperature controlled environments arising in the food service and retail sectors. African Logistics is considering opportunities in relation to bulk farming and staple food distribution. The ECPG contract expired at the end of January 2012. The COJ contract, other than the Red Fleet element, continues on a short-term extension to the end of February 2012. A good pipeline of opportunities and a very strong balance sheet positions Fleet Africa optimally for the potential replacement of these contracts. Sg fleet (Australia) is expected to perform well in the next six months despite modest economic growth. This business has improved capital availability and strong cash generation to underpin its new business pipeline. The Dealership Division is expected to generate good earnings growth in the months to 30 June 2012 on the back of continuing buoyant new vehicle sales growth.

Strong cash generation is expected across the Group and this will underpin a robust balance sheet and allow Super Group to pursue earnings-enhancing and value-accretive strategic opportunities.

In line with Super Group's current policy to repurchase shares, no interim dividend has been declared for the six months ended 31 December 2011. The Board re-assesses this strategy on a regular basis.

TRADING STATEMENT FOR THE YEAR ENDING 30 JUNE 2012

In terms of the JSE Limited Listings Requirements, issuers are required to publish a trading statement as soon as they are satisfied that a reasonable degree of certainty exists that the financial results for the period to be reported upon next, being for the twelve months ending 30 June 2012, will differ by at least 20% from those of the prior comparative period.

Despite the loss of the ECPG contract in Fleet Africa, shareholders are advised that Super Group is expecting to report a consolidated net profit after taxation for the year ending 30 June 2012 of at least R501 million, resulting in earnings per share ("EPS") and headline earnings per share ("HEPS") of at least 160,0 cents. This compares with a consolidated net profit after taxation of R369 million which equates to an EPS of 101,2 cents and HEPS of 107,2 cents for the year ended 30 June 2011.

	30 June 2012 At least	30 June 2011 Audited
EPS (cents)	160,0	101,2
HEPS (cents)	160,0	107,2
Weighted number of shares ('000)	301 748	316 510

The above prospect statements and trading statement have not been reviewed or reported on by the Group's auditors.

The interim results and the presentation to the investor community can be viewed on the Group's website, www.supergroup.co.za from Thursday, 23 February 2012.

On behalf of the Board

P Vallet

Non-Executive Chairman

20 February 2012

Sandton

P Mountford

Chief Executive Officer

SUPER GROUP LIMITED

(Incorporated in the Republic of South Africa)

Registration number 1943/016107/06

ISIN: ZAE000161832 Share code: SPG

("Super Group" or "the Group")

Directors:

Executive: P Mountford (Chief Executive Officer) and C Brown (Chief Financial Officer)

Non-Executive: P Vallet (Chairman), N Davies*, J Newbury*, V Chitalu**, D Rose* and Dr E Banda*

*Independent **Zambian

Company Secretary: N Redford

Registered office: 27 Impala Road, Chislehurst, Sandton, 2196

Transfer secretaries: Computershare Investor Services (Pty) Limited (Registration number 20004/003687/07)

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Sponsor: Deutsche Securities (SA) (Proprietary) Limited