

CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

FOR THE SIX MONTHS ENDED 31 DECEMBER 2021

The logo for BKB, consisting of the letters 'BKB' in a bold, red, sans-serif font with a white outline. Below the letters is a thin, curved line.

The Trusted Home of Agriculture
Die Betroubare Tuiste van Landbou

#SustainabilitySynergised

PEOPLE | PLANET | PROFIT

SERVICE EXCELLENCE | ENTREPRENEURSHIP | EARNINGS | EMPLOYEES | ENVIRONMENT

#IntegrityIntegrated

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SALIENT

FEATURES

Fibre prices recovered
to pre-COVID-19 levels

Value of business +11%
to R7 billion

EBITDA + 11.8% to
R137,1 million

EPS improved from 49.2c to
61.0c per share

Net debt to equity ratio improved
from 88.3% to 81.3%.

ABOUT US

PROFILE

BKB Limited is a leader in the agri-industry. We are the Trusted Home of Agriculture. At its core, BKB is profit-driven in the interest of all stakeholders, with a major stake held by primary producers and agricultural groupings.

OUR VISION

To craft agri-business through trust and shared values.

OUR MISSION

Maximising value creation through innovation and efficiency.

OUR VALUES

Our values are simple, concrete, meaningful and capture the essence of our culture, who we are and how we interact with one another.

They speak of how we go to market and our commitment to delivering a culture of excellence to all stakeholders as the Trusted Home of Agriculture.

INTEGRITY

SERVICE EXCELLENCE

Service excellence is in our hands.

ENCOURAGE ENTREPRENEURSHIP

Opportunity is in our hands.

DRIVE EARNINGS

Prosperity is in our hands.

VALUE EMPLOYEES

Respect is in our hands.

CONSERVE THE ENVIRONMENT

The environment is in our hands.

#IntegrityIntegrated

SERVICE EXCELLENCE | ENTREPRENEURSHIP | EARNINGS | EMPLOYEES | ENVIRONMENT

FINANCIAL AND OPERATIONAL PERFORMANCE

The Group reported a solid first half-year performance and delivered a healthy operating profit growth of 13.3% to R101.6 million. These results were driven by strong operational execution from our teams and supported by mostly favourable agricultural conditions. The good performance was delivered despite the ongoing challenges of the COVID-19 pandemic.

Value of business grew by 11% to R7 billion and profit before tax grew by 23.2% to R70.5 million in the six months to December 2021. Fibre prices have recovered, and the grain business performed considerably better. The results also benefited from R4,2 million profit on disposal of certain investment properties in Paarl. This gain was offset by a R3,4 million impairment of software in the Group's technology company, Shift.

Earnings before interest, tax, depreciation and amortization (EBITDA) increased by 11.8% to R137,1 million. Profit after tax increased by 25.5% to R48,6m. Basic and diluted earnings per share rose 24.1% to 61c.

Fibre markets, in particular those in Europe, have largely recovered from the initial effects of COVID-19. Certified fibre, through Responsible Wool and Mohair Standards (RWS and RMS), remained in high demand with significant premiums recorded across various micron groups. The Group's newly established wool trading business, Pinnacle Fibres, further supported growth in the fibre division. Vessel and container availability continued to be a bottleneck in the industry. The fibre division's operating profit grew by 57.6% to R30,95 million.

Business conditions for the Group's trading division remained buoyant, which, together with shop upgrades and new supplier agreements, supported operating profit growth of 24.1% to R37,2 million.

Livestock prices remained high, with ongoing high demand in both local and export markets. Volume growth at auctions was somewhat negated by lower implement auctions and dispersal sales, as well as auction restrictions in July 2021. Average commission margins were negatively affected by the higher volume of direct sales facilitated by BKB, which attract lower commission. The division took full advantage of the acquisition of GWK's livestock business, effective 1 November 2021. November and December are usually high-volume months with Christmas auctions being held at numerous auction points. Operating profit in the Livestock division grew by 2.3% to R29.0 million.

The total operating profit from PakHouse Brands of R43,8 million was flat against the prior half-year results.

- Desert Raisins reported disappointing results. The business continued to generate operating losses, mainly due to negative pack-out variances from prior seasons' fruit intake. The ongoing port congestion further hampered Desert Raisins' export business.
- Grains performed well, driven by ongoing high volumes handled through the grain storage and handling business. The grit mills reported a combined operating profit. The Bultfontein mill is running well below capacity with poor plant efficiencies, a matter which is receiving urgent attention.
- Atlanta Sugar continued to perform above expectations. This highly efficient operation also benefited from competitor out-of-stock positions in the market.

Expenses increased by 13.6%, driven by higher variable costs as well as additional expenses relating to the GWK livestock business of R3,6 million. Bank charges include a once-off fee of R3,7 million relating to a new structured banking facility shared with two major commercial banks. This new structured facility provides the Group with comfortable headroom and sufficient liquidity. It also positions the Group well for any future financing needs and/or lender changes.

Finance costs reduced by R2,6m to R32,6 million, mainly as a result of the settlement of Landbank debt through the new banking facility at better negotiated interest margins.

The net working capital to value-of-business ratio improved to 8.6% (from 10%), mainly due to increased mill-door purchase contracts by the Gritco mills. Raisin stocks were lower due to a reduced prior season stock intake caused by flooding in producer areas. These improvements were slightly negated by increased working capital levels in both Pinnacle Fibres and the GWK livestock businesses.

Cash utilized by operations reduced by 31.7% to R76,5m. Capital expenditure for the six months increased by R29,6 million to R86,25 million. Capital projects include R33,2 million for the acquisition of the GWK livestock business.

Net debt of R1.0 billion reduced by R77,1 million and the net debt to equity ratio improved from 88.3% to 81.3%.

OUTLOOK

Agricultural conditions are expected to remain favourable in the immediate future, supported by long awaited rainfall reported in most drought affected areas. While the recent heavy rains improved grazing veld conditions, floods in parts of the country resulted in crop losses. Crop and livestock prices remain high thanks to strong demand. Global supply challenges are expected to increase input costs of fuel, fertilizers and agrochemicals in the coming months, placing producer profits under pressure.

Fibre pricing has recovered well following the initial impact of the COVID-19 pandemic. Wool and mohair prices are expected to remain at current levels for the foreseeable future, driven by increased demand in China and Europe which, in turn, is being supported by favourable conditions for manufacturing.

Livestock prices should remain strong in the short term while herds are being rebuilt after the prolonged drought. Strong domestic and export demand is expected to maintain prices at current levels.

The sugar and grain storage businesses within PakHouse Brands are expected to replicate their good performance for the second half of FY2022. The focus on the remaining PakHouse Brands businesses is to improve their performance while also considering their strategic fit.

Growth opportunities in the group's traditional businesses, where BKB enjoys a high market share, are somewhat limited. The Group has however identified specific growth areas in both the traditional businesses as well as in new synergistic and value-adding areas. Sufficient headroom and undrawn financing facilities should support the Group's current operating activities and growth initiatives.

Global and local supply chain constraints are of serious concern for the Group and are being actively managed. It is expected that continued port congestion will result in a further accumulation of shipping delays and container availability. This, together with increased freight rates and fuel costs, will impact logistical costs of all the Group's export businesses.

The immediate impact on the Group's business of the developing crisis in the Ukraine is not expected to be significant. However, this is a rapidly developing situation and the negative effects of the war on the global economy in general, and the Group's markets in particular, remain very uncertain. Management is monitoring the situation so that BKB can respond swiftly and decisively to protect the Group, our customers and our producers against possible negative effects.

COVID-19 is expected to continue to affect global and domestic markets. However, significant financial and operational impacts on BKB's businesses are not expected, largely due to mitigating measures taken by management.

BKB's diversified spread of services and products across several agricultural related sectors continues to enable the Group to better withstand cyclical fluctuations which are inherent in the agricultural sector.

The Group continues to focus on cost saving initiatives while making efficient use of its assets through prudent capital and financial management. The Group also continues to assess all current operations to ensure strategic fit as well as positive and sustainable returns. The connection with customers and clients remains critical to the success of BKB while the Group strives to provide relevant, innovative, and value-adding services and products.

DIRECTOR'S REPORT

FOR THE SIX MONTHS ENDED 31 DECEMBER 2021

The condensed consolidated interim results of BKB Limited for the six months ended 31 December 2021 comprise those of the company, its subsidiaries and jointly controlled entities (jointly referred to as the Group).

These interim results have not been audited or independently reviewed by the Group's external auditors. The condensed consolidated interim financial statements do not include all the information and disclosures required in the annual financial statements and should be read in conjunction with the Group's annual financial statements as at 30 June 2021.

The reports and commentary which form part of the condensed consolidated financial statements contain forward-looking statements that are subject to risk factors associated with the agricultural industry, many of which are beyond the control of the Group. These forward-looking statements do not constitute a representation and no reliance should be placed on them, although every effort has been made to ensure the reasonableness thereof.

SEASONAL BUSINESS

The group's performance is subject to seasonal trends. The fibre division generally performs better in the second half of the financial year, but performance is highly dependent on market price fluctuations, exchange rate movements, as well as the timing of fibre received from producers. The trading division normally benefits from higher feed sales in the generally drier first half of the financial year.

DIVIDENDS

On 14 September 2021 the board approved a dividend of R32,3m for distribution to shareholders.

RESPONSIBILITIES AND APPROVAL

The preparation of the BKB Group's condensed consolidated interim results for the six months ended 31 December 2021 was supervised by the Group Financial Director, JA van Niekerk.

The condensed consolidated interim results for the six months ended 31 December 2021 were approved by the Board of Directors on 8 March 2022 and are signed on the Board's behalf by:



Geoff Kingwill
Chairman: BKB Board of Directors



Johan Stumpf
Managing Director

The results were made available publicly on 10 March 2022.

CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the six-month period ending 31 December 2021

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BKB LIMITED AND ITS SUBSIDIARIES

(Registration number 1998/012435/06)

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**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
FOR THE SIX MONTH PERIOD ENDING 31 DECEMBER 2021**

	As at 31 Dec 2021 6 Months (Unaudited) R'000	As at 31 Dec 2020 6 Months (Unaudited) R'000	As at 30 Jun 2021 (Audited) R'000
ASSETS			
Non-current assets			
Property, plant and equipment	920 024	869 110	887 841
Right-of-use assets	62 758	65 828	66 123
Investment property	18 318	35 528	35 323
Intangible assets	104 924	91 297	85 172
Investment in associates	8 673	-	8 450
Trade and other receivables	18 384	26 613	22 322
Deferred tax assets	27 871	23 474	29 288
	<u>1 160 952</u>	<u>1 111 850</u>	<u>1 134 519</u>
Current assets			
Inventories	697 064	990 260	710 447
Trade and other receivables	965 733	830 228	888 499
Derivatives	-	65 632	1 004
Other financial assets	-	734	20 700
Current income tax assets	371	1 977	682
Cash and cash equivalents	185 411	80 121	69 348
	<u>1 848 579</u>	<u>1 968 952</u>	<u>1 690 680</u>
Assets classified as held for sale	10 957	-	10 957
Total current assets	<u>1 859 536</u>	<u>1 968 952</u>	<u>1 701 637</u>
Total assets	<u>3 020 488</u>	<u>3 080 802</u>	<u>2 836 156</u>
EQUITY			
Capital and reserves			
Share capital	4 420	4 420	4 420
Share premium account	218 950	218 950	218 950
Treasury shares	(123 213)	(120 713)	(120 713)
Non-distributable reserves	132 264	198 801	162 111
Distributable reserves	1 038 721	956 013	1 022 905
Capital and reserves attributable to owners of the parent	<u>1 271 142</u>	<u>1 257 471</u>	<u>1 287 673</u>
Non-controlling interest	232	(29)	(206)
Total equity	<u>1 271 374</u>	<u>1 257 442</u>	<u>1 287 467</u>
LIABILITIES			
Non-current liabilities			
Borrowings	202 863	131 729	116 493
Lease liabilities	58 480	62 493	60 235
Post-retirement medical aid liabilities	6 302	6 802	6 302
Deferred tax liabilities	31 989	65 302	45 895
Provisions	8 295	7 611	8 295
	<u>307 929</u>	<u>273 937</u>	<u>237 220</u>
Current liabilities			
Trade and other payables	455 312	548 154	588 212
Borrowings	871 874	601 783	547 541
Financial liabilities at fair value	34 866	265 674	21 056
Derivatives	13 950	55	8 566
Lease liabilities	11 838	8 685	12 014
Current income tax liabilities	5 348	4 976	1 821
Bank overdrafts	38 678	120 096	122 940
	<u>1 431 866</u>	<u>1 549 423</u>	<u>1 302 150</u>
Liabilities directly associated with assets classified as held for sale	9 319	-	9 319
Total current liabilities	<u>1 441 185</u>	<u>1 549 423</u>	<u>1 311 469</u>
Total liabilities	<u>1 749 114</u>	<u>1 823 360</u>	<u>1 548 689</u>
Total equity and liabilities	<u>3 020 488</u>	<u>3 080 802</u>	<u>2 836 156</u>

**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE SIX MONTHS PERIOD ENDING 31 DECEMBER 2021**

	For the 6 months ending 31 Dec 2021 (Unaudited) R'000	For the 6 months ending 31 Dec 2020 (Unaudited) R'000	For the year ending 30 Jun 2021 (Audited) R'000
Value of business conducted	7 050 647	6 351 246	13 213 136
Revenue from contracts with customers	3 076 721	2 714 975	5 544 979
Cost of sales	(2 448 125)	(2 168 714)	(4 389 925)
Gross profit	628 596	546 261	1 155 054
Other operating income	20 686	25 332	49 946
Administrative and other expenses	(544 210)	(477 804)	(977 382)
Impairment of financial assets	(3 363)	(4 090)	(12 012)
Loss from equity accounted investments	(43)	-	(238)
Operating profit	101 666	89 699	215 368
Finance income	1 413	2 717	5 152
Finance costs	(32 569)	(35 197)	(71 669)
Profit before taxation	70 510	57 219	148 851
Income tax expense	(21 915)	(18 483)	(43 934)
Profit for the year	48 595	38 736	104 917
Other comprehensive income:			
Items that will not be reclassified to profit or loss:			
Movement in reserve on revaluation of properties	-	(88)	(2 036)
(Losses)/gains on property revaluations	-	(122)	(2 828)
Income tax relating to items that will not be reclassified	-	34	792
Items that will be reclassified to profit or loss:			
Movement in cash flow hedge reserve	(31 425)	47 431	9 978
Fair value adjustments to cash flow hedge reserve	(37 586)	61 291	45 135
Reclassification to profit or loss	(7 714)	4 585	(29 622)
Income tax relating to items that may be reclassified	13 875	(18 445)	(5 535)
Other comprehensive income/(loss) for the year net of taxation	(31 425)	47 343	7 942
Total comprehensive income for the year	17 170	86 079	112 859
Profit attributable to:			
Owners of the parent	48 122	38 765	105 123
Non-controlling interest	473	(29)	(206)
	48 595	38 736	104 917
Total comprehensive income attributable to:			
Owners of the parent	16 697	86 108	113 065
Non-controlling interest	473	(29)	(206)
	17 170	86 079	112 859
Basic earnings per share (cents)	61.0	49.2	133.3
Diluted earnings per share (cents)	61.0	49.2	133.3
Dividends per share paid (cents)	40.0	5.0	5.0

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**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE SIX MONTHS PERIOD ENDING 31 DECEMBER 2021**

	As at 31 Dec 2021 6 Months (Unaudited) R'000	As at 31 Dec 2020 6 Months (Unaudited) R'000	As at 30 Jun 2021 (Audited) R'000
Share capital			
Balance at the beginning and end of the period/year	4 420	4 420	4 420
Share premium account			
Balance at the beginning and end of the period/year	218 950	218 950	218 950
Treasury shares			
Balance at the beginning of the period/year	(120 713)	(120 713)	(120 713)
Share movement during the year	(2 500)	-	-
Balance at the end of the period/year	(123 213)	(120 713)	(120 713)
Non-distributable reserves			
<i>Reserve on revaluation of properties</i>			
Balance at the beginning of the period/year	153 204	155 624	155 624
Revaluations	-	(122)	(2 828)
Deferred tax on revaluations	-	34	792
Transfer to distributable reserves	-	-	(384)
Balance at the end of the period/year	153 205	155 536	153 204
<i>Cash flow hedge reserve</i>			
Balance at the beginning of the period/year	2 741	(7 238)	(7 238)
Fair value adjustments to cash flow hedge reserve	(37 586)	61 291	45 136
Reclassification to profit or loss	(7 714)	4 585	(29 622)
Income tax relating to items that may be reclassified	13 875	(18 445)	(5 535)
Balance at the end of the period/year	(28 684)	40 193	2 741
<i>Share based payment reserve</i>			
Balance at the beginning of the period/year	3 094	-	-
Movements during the year:			
Employee share scheme - value of employee services	1 577	-	3 094
Balance at the end of the period/year	4 671	-	3 094
<i>Black economic empowerment reserve</i>			
Balance at the beginning and end of the period/year	2 439	2 439	2 439
<i>Unissued share reserve</i>			
Balance at the beginning and end of the period/year	633	633	633
	132 264	198 801	162 111
Distributable reserves			
<i>Retained earnings</i>			
Balance at the beginning of the period/year	1 022 905	921 191	921 191
Profit for the year	48 122	38 765	105 123
Dividends	(32 306)	(3 943)	(3 943)
Transfer from revaluation reserve	-	-	534
Balance at the end of the period/year	1 038 721	956 013	1 022 905
Non-controlling interest			
Balance at the beginning of the period/year	(206)	-	-
Movements during the year:			
Profit/(Loss) for the year	473	(29)	(206)
Purchase of 75% shares in Shearwater Logistics (Pty) Ltd	(35)	-	-
Balance at the end of the period/year	232	(29)	(206)
	1 271 374	1 257 442	1 287 467

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**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE SIX MONTHS PERIOD ENDING 31 DECEMBER 2021**

	For the 6 months ending 31 Dec 2021 (Unaudited) R'000	For the 6 months ending 31 Dec 2020 (Unaudited) R'000	For the year ending 30 Jun 2021 (Audited) R'000
Cash flow from operating activities			
Cash receipts from customers	6 994 099	6 429 012	13 257 245
Cash paid to suppliers and employees	(7 066 463)	(6 541 053)	(12 943 239)
Cash (used in)/generated from operating activities	(72 364)	(112 041)	314 006
Interest received	1 413	2 717	5 152
Interest paid	(32 569)	(35 197)	(71 669)
Taxation paid	(16 691)	(14 822)	(53 501)
	<u>(120 211)</u>	<u>(159 343)</u>	<u>193 988</u>
Cash flow from investing activities			
Property, plant and equipment	(48 905)	(47 944)	(90 465)
Investment property	21 226	-	-
Intangible assets	(1 773)	(2 978)	(2 905)
Business combinations	(33 200)	-	-
Investment in associate	-	-	(8 688)
Non-current receivables	1 438	(2 035)	2 256
	<u>(61 214)</u>	<u>(52 957)</u>	<u>(99 802)</u>
Cash flow from financing activities			
Dividends paid	(32 306)	(3 943)	(3 943)
Borrowings	23 850	222 816	(31 638)
	<u>(8 456)</u>	<u>218 873</u>	<u>(35 581)</u>
Total cash movement for the year	<u>(189 881)</u>	<u>6 574</u>	<u>58 605</u>
Cash and cash equivalents beginning of the period/year	(53 592)	2 570	2 570
Movement in cash credit accounts	390 206	(49 118)	(114 767)
Cash and cash equivalents end of the period/year	<u>146 733</u>	<u>(39 975)</u>	<u>(53 592)</u>

BKB LIMITED AND ITS SUBSIDIARIES

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Interim Results 2022

NOTES TO THE FINANCIAL STATEMENTS

1 Basis of preparation

The accounting policies and principles applied in the preparation of the condensed consolidated interim financial statements for the six months ended 31 December 2021 are in all material respects consistent with those applied in the BKB Group's audited consolidated annual financial statements of the year ended 30 June 2021.

2 Segmental information

The Group has identified reportable segments which represent the structure used by the board of directors and executive management to make key strategic and operating decisions and assess performance.

The Group has eight reportable segments within which the Group's strategic business units (SBUs) fall.

These reportable segments as well as the products and services from which each of them derive revenue are set out below:

Reportable segment	Products and services
Brokerage services	Comprises marketing by auction, trading, warehousing and logistics of wool and mohair for both the producer and buyer.
Trading	Comprises retail trading branches throughout the country specializing in agricultural requisites.
Livestock and properties	Comprises the marketing and auctioneering of livestock, general farming implements and agricultural, commercial and residential properties.
Technology	Comprises the digital transformation business units.
Leasing of properties	The leasing of warehouse and office space.
Fruit	Comprises the processing, distribution and marketing of dried fruits, predominantly in foreign markets.
Grain	Comprises the trading in grain commodities, grain storage and handling, maize milling and lucerne processing.
Sugar	Comprises the packaging, distribution and sales of sugar and agro based consumer goods.

The SBUs offer different services and are managed separately as they require different skills, technology and marketing strategies.

Segmental revenue and results

The executive directors assess the performance of the operating segments based on a measure of adjusted value of business conducted, revenue and profit before tax. This measurement basis includes the effects of non-recurring expenditure from the operating segments such as restructuring costs, legal expenses and goodwill impairments when the impairment is the result of an isolated, non-recurring event.

Operating segments	Segment revenue - internal	Segment revenue - external	Profit/ (loss) before tax	Depreciation, amortisation and impairment	Human resource/ staff costs	Net finance (expense)/ income	Taxation
	R'000	R'000	R'000	R'000	R'000	R'000	R'000
For the 6 months ending 31 Dec 2021 (Unaudited)							
Brokerage services	71 200	582 922	18 608	(7 481)	(73 800)	(12 342)	(5 508)
Trading	11 431	1 057 833	26 408	(3 861)	(49 678)	(10 780)	(7 394)
Livestock and properties	1 935	134 317	22 818	(5 165)	(66 088)	(6 215)	(6 389)
Technology	2 228	15 421	(8 765)	(4 047)	(6 346)	(1504)	-
Leasing of properties	20 332	1 597	17 340	(608)	(228)	(526)	(4 855)
Fruit	2 231	137 238	(18 645)	(595)	(5 210)	(5 813)	5 220
Grain	17 757	655 953	20 158	(1 447)	(20 320)	(12 028)	(5644)
Sugar	419 701	489 780	24 963	(925)	(14 699)	564	(7 698)
All other segments	40 458	1 660	(32 375)	(1 700)	(27 148)	17 488	10 353
Total	587 273	3 076 721	70 510	(25 829)	(263 517)	(31 156)	(21 915)
For the 6 months ending 31 Dec 2020 (Unaudited)							
Brokerage services	26 832	429 554	8 866	(7 021)	(79 154)	(10 768)	(2 439)
Trading	-	913 652	19 449	(3 712)	(46 649)	(10 526)	(5 446)
Livestock and properties	-	116 565	24 800	(4 661)	(54 438)	(3 594)	(6 944)
Technology	2 302	12 458	(3 789)	(568)	(6 337)	(982)	(1 043)
Leasing of properties	19 821	1 840	14 072	(337)	(223)	(651)	(3 940)
Fruit	-	154 419	(12 883)	(687)	(3 554)	(9 771)	3 607
Grain	22 953	591 033	3 942	(896)	(21 994)	(10 872)	(1 104)
Sugar	437 373	492 887	34 764	(853)	(10 444)	2 039	(10 040)
All other segments	36 307	2 567	(32 002)	(1 503)	(28 104)	12 645	8 866
Total	545 588	2 714 975	57 219	(20 238)	(250 897)	(32 480)	(18 483)

BKB LIMITED AND ITS SUBSIDIARIES

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NOTES TO THE FINANCIAL STATEMENTS**2 Segmental information (continued)****Segment assets and liabilities**

The amounts reported to the board of directors with respect to total assets and liabilities are measured in a manner consistent with that of the financial statements. These assets and liabilities are allocated based on the operations of the segment and the physical location of the asset.

Investments in shares held by the Group are not considered to be segment assets and are not allocated to segments.

Capital expenditure reflects additions to non-current assets, other than financial instruments and deferred tax assets.

The table below provides information on segment assets and liabilities as well as a reconciliation to total assets and liabilities as per the statements of financial position.

	As at 31 Dec 2021 6 Months (Unaudited)		As at 31 Dec 2020 6 Months (Unaudited)	
	Total assets R'000	Total liabilities R'000	Total assets R'000	Total liabilities R'000
Brokerage services	673 806	221 294	557 254	146 330
Trading	538 332	380 490	458 514	322 680
Livestock and properties	384 585	196 679	269 146	100 546
Technology	16 773	47 609	19 625	36 137
Leasing of properties	588 806	54 799	590 496	73 272
Fruit	194 556	233 161	293 751	319 348
Grain	657 688	446 378	1 002 390	755 406
Sugar	228 177	75 327	216 635	54 523
All other segments	320 250	675 862	159 349	501 476
Total	3 602 973	2 331 599	3 567 160	2 309 718
Reconciling items				
Inter-segment loans	(582 485)	(582 485)	(486 358)	(486 358)
Total as per statements of financial position	3 020 488	1 749 114	3 080 802	1 823 360

Geographical information

	As at 31 Dec 2021 6 Months (Unaudited)			As at 31 Dec 2020 6 Months (Unaudited)		
	Revenue - internal R'000	Revenue - external R'000	Non-current Assets R'000	Revenue - internal R'000	Revenue - external R'000	Non-current Assets R'000
South Africa	160 019	3 076 582	1 097 881	105 904	2 714 739	1 057 422
Eswatini	419 701	139	63 071	437 373	236	54 428
Lesotho	7 554	-	-	2 311	-	-
Total	587 273	3 076 721	1 160 952	545 588	2 714 975	1 111 850

Included in non-current assets situated in South Africa are assets of R9.3 million classified as held for sale at 31 December 2021.

BKB LIMITED AND ITS SUBSIDIARIES

(Registration number 1998/012435/06)

Interim Results 2022

NOTES TO THE FINANCIAL STATEMENTS

	For the 6 months ending 31 Dec 2021 (Unaudited) R	For the 6 months ending 31 Dec 2020 (Unaudited) R
3 Business combinations		
GWK livestock business		
On 1 November 2021 the Group acquired the livestock business of Griekwaland Wes Korporatief Limited (GWK), excluding working capital and liabilities.		
Fair value of assets acquired		
Property, plant and equipment	8 207 100	-
Client lists and relationships, auction rights and goodwill	24 992 900	-
	<u>33 200 000</u>	<u>-</u>
Acquisition date fair value of consideration paid		
Cash	28 750 000	-
Creditors	4 450 000	-
	<u>33 200 000</u>	<u>-</u>



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