

## Short-form announcement AUDITED FINAL CONDENSED CONSOLIDATED RESULTS for the year ended 28 February 2017

Sales 5.8% to R1 828.6 million

Core headline earnings per share before foreign exchange effect 2.3% to 522.3 cents

Final gross dividend 10% to 220.0 cents per share

Gross dividend yield of 5.7%

|  | Year ended 28 Feb 2017 Audited R'000 | Year ended 29 Feb 2016 Audited R'000 | % change   |
|--|--------------------------------------|--------------------------------------|------------|
| <b>SUMMARISED FINANCIAL RESULTS</b>  |                                      |                                      |            |
| Sales  | 1 828 600                            | 1 727 436                            | 5.8        |
| Operating profit   | 273 688                              | 308 925                              | (11.4)     |
| Profit after tax   | 191 195                              | 218 776                              | (12.6)     |
| Gross profit %   | 48.0%                                | 47.9%                                | 0.2        |
| Net working capital*   | 404 348                              | 339 377                              | 19.1       |
| <b>EARNINGS PER SHARE AND NET ASSET VALUE PER SHARE</b>                          |                                      |                                      |            |
| <b>Earnings per ordinary share (cents)</b>                                       |                                      |                                      |            |
| – Basic  | 455.6                                | 514.9                                | (11.5)     |
| – Headline   | 455.0                                | 513.9                                | (11.5)     |
| – Core headline**  | 489.0                                | 548.7                                | (10.9)     |
| – Core headline before foreign exchange effect                                   | 522.3                                | 534.5                                | (2.3)      |
| Ordinary shares in issue ('000)  | 43 150                               | 43 150                               | –          |
| Weighted average ordinary shares in issue ('000)                                 | 41 969                               | 42 488                               | (1.2)      |
| Net asset value per ordinary share (cents)                                       | 2 444.7                              | 2 332.4                              | 4.8        |
| Net tangible asset value per ordinary share (cents)                              | 1 123.1                              | 1 038.8                              | 8.1        |
| <b>DIVIDEND PER SHARE (cents)</b>  |                                      |                                      |            |
| – Interim  | 130.0                                | 120.0                                | 8.3        |
| – Final  | 220.0                                | 200.0                                | 10.0       |
| <b>Total dividend</b>  | <b>350.0</b>                         | <b>320.0</b>                         | <b>9.4</b> |
| Normal dividend cover (by core headline earnings before foreign exchange effect) | 1.5                                  | 1.7                                  |            |

\* Net working capital = Inventories + Trade and other receivables - Trade and other payables.

\*\* The group uses core headline earnings before foreign exchange effect as a consistent measure of performance for management purposes. Core headline earnings exclude exceptional once-off profits and costs, the amortisation of trademarks and the lease straight-lining expense.

### FOREIGN EXCHANGE ADJUSTMENTS

In evaluating this performance shareholders should take into account that the aggregate foreign exchange adjustment during the current year was a loss of R19.5 million compared to an aggregate profit of R8.4 million during the prior year. Holdsport's policy is to take out forward exchange contracts to cover all its imported merchandise commitments and this has been applied consistently with previous years. This accounting adjustment does not have an operational or cash flow effect.

### FINAL DIVIDEND ANNOUNCEMENT

The directors declared a final gross dividend of 220.0 cents per share which is covered 1.5 times by the core headline earnings per share before foreign exchange effect. This represents a gross dividend yield of 5.7% on the year-end share price of R61.22 per share.

The dividend is payable on Monday, 12 June 2017 to ordinary shareholders recorded in the books of the company at the close of business on Friday, 9 June 2017. The last day to trade ("cum" the dividend) in order to participate in the dividend will be Tuesday, 6 June 2017. The Holdsport Limited ordinary shares will commence trading "ex" the dividend from the commencement of business on Wednesday, 7 June 2017 and the record date, as indicated, will be Friday, 9 June 2017.

### FULL ANNOUNCEMENT

Shareholders are advised that this short-form announcement represents a summary of the information contained in the full announcement, published on SENS on Friday, 5 May 2017.

Any investment decision by investors and/or shareholders should be based on consideration of the full announcement, which is available for viewing on SENS or on the company's website at [www.holdsport.co.za](http://www.holdsport.co.za).

The full announcement is also available for inspection, at no charge, at the registered office of Holdsport (The Mill House, 1 Canterbury Street, Cape Town, 8001) and at the offices of its sponsor, UBS South Africa (64 Wierda Road East, Wierda Valley, Sandton, 2196), during normal office hours. Investors and/or shareholders may request copies of the full announcement from the company secretary.

The contents of this short-form announcement are the responsibility of the directors of Holdsport.

Signed on behalf of the board

|                              |                          |
|------------------------------|--------------------------|
| <b>SA MULLER</b><br>Chairman | <b>KG HODGSON</b><br>CEO |
| Cape Town<br>5 May 2017      |                          |

### HOLDSPORT LIMITED

("Holdsport" or "the company" or "the group")

**Executive directors:** KG Hodgson, B Moritz, JP Loubser

**Non-executive directors:** SA Muller (Chairman), B Hopkins, P Matlakala, KR Moloko, KA Hedderwick

**Company secretary:** R Thomas

**Registered office:** The Mill House, 1 Canterbury Street, Cape Town, 8001

**Registration number:** 2006/022562/06

**Share code:** HSP | **ISIN:** ZAE000157046

**Transfer secretaries:** Computershare Investor Services (Proprietary) Limited  
Rosebank Towers, 15 Biermann Avenue, Rosebank, 2196

**Sponsor:** UBS South Africa (Proprietary) Limited

GROUNDPEPPER