STELLAR
CAPITAL PARTNERS

CONDENSED INTERIM RESULTS

FOR THE SIX MONTH PERIOD ENDED 31 DECEMBER

2019

STELLAR CAPITAL PARTNERS

STELLAR CAPITAL PARTNERS LIMITED

Incorporated in the Republic of South Africa

Registration number: *1998/015580/06*

Share code: *SCP*

ISIN: *ZAE000198586*

INTRODUCTION

INTRODUCTION

Stellar Capital Partners Limited ("Stellar Capital" or the "Company" or the "Group") presents its unaudited interim results for the six month period ended 31 December 2019.

As at 31 December 2019, the net asset value per share (NAVPS) of Stellar Capital is R1.21 unchanged from 30 June 2019 and representing an increase of 1 cent per share from 31 December 2018.

OPERATIONAL UPDATE

Prescient

At 31 December 2019 assets under management have grown to R98.4 billion and assets under administration have grown to R478.3 billion as Prescient continues with its 5 year growth strategy. The partnership with Sithega as a new empowerment shareholder continues to strengthen as Sithega utilises its experience and business network in the financial services industry to support the Prescient growth activities. The Prescient Group disposed of its Life Company, but is still in the process of expanding its international businesses in Britain, Ireland and China. Prescient China has partnered with Reinet to accelerate its growth into new markets in Asia.

AHI Asset Management

AHI Asset Management Proprietary Limited ("AHI") continues to hold the CAT 2A asset management license and intends further leveraging this to support the activities of the current portfolio of managers in the group as well as expanding the exposure to other alternative asset classes.

Sithega Fund

In April 2019, Stellar Capital invested R54 million into the Sithega Financial Services Fund ("Sithega Fund") as part of the Prescient B-BBEE transactions and as a seed investor of the fund. Sithega is a black-owned and managed investment vehicle, led by Mr. Thabo Dloti, which has acquired a controlling stake in Prescient and has a desire to grow its exposure to the traditional financial services market. Prescient is currently the only investment held by the Sithega Fund as at 31 December 2019. Sithega is targeting the conclusion of a second investment transaction during the first part of 2020.

Praxis

Praxis Financial Services Proprietary Limited ("Praxis") continues to improve its profitability ahead of its budget but is still incurring above-target cost of debt while it explores alternative sources of cheaper debt funding. Praxis is targeting the use of its technology platform to enable greater scalability of its business model as well as better management of the underlying risks in the credit market.

Greenpoint

Greenpoint Capital Proprietary Limited provides alternative credit solutions to mid-market businesses and manages the Greenpoint Funds, Greenpoint Specialised Lending Proprietary Limited (traditional mezzanine funding) and Greenpoint Special Opportunities Proprietary Limited (credit-led convertible debt lending). Although it is currently performing in line with expectations, the growth of the underlying credit portfolios remains a key focus area for management.

GPC Investments Proprietary Limited was set up as the vehicle for Greenpoint Capital to invest into the funds it manages. Both Greenpoint Capital and GPC Investments are 100% held subsidiaries of Greenpoint Holdings, of which Stellar Capital holds 51% of the ordinary share capital.

Stellar Capital remains an investor in both funds with R121.5 million held indirectly via AHI Asset Management at 31 December 2019.

INTRODUCTION

Inyosi Solutions

Inyosi Solutions Proprietary Limited manages the Inyosi Supplier and Enterprise Development Funds and is tracking above budget for its financial year ending June 2020 as the assets under management increased from R370 million at 30 June 2019 to R380 million at 31 December 2019. The business has scaled up its team to provide additional service offerings to its clients and therefore increases its sources of revenue.

Tellumat

Stellar Capital is nearing the finalisation of the disposal of the Defense and ATM divisions. The remaining operations of the Tellumat Group have been rationalized to operate on a break-even basis. Tellumat will reconsider its strategic objectives pending the conclusion of the disposal process.

OUTLOOK

Despite the recessionary state of the South African economy, and fast receding valuation multiples, Stellar Capital has been able to protect its balance sheet values due to the good performance of its niche portfolio of financial assets. The Company has a debt-free, liquid balance sheet that will enable it to withstand any of the additional challenges posed by the recent volatility in financial markets.

The Board continues to actively pursue various initiatives regarding the future strategy and positioning of the Company, and the outcome of this process will be communicated to shareholders once finalised.

CHANGES TO THE BOARD OF DIRECTORS AND BOARD COMMITTEES

The following changes to the Board of Directors and Board Committees were made on 26 November 2019 effective immediately:

- Mr Moss Ngoasheng, a non-executive director, retired by rotation and did not make himself available for re-election at the Annual General Meeting held on 26 November 2019. The Board thanked Mr Ngoasheng for his contribution to Stellar Capital and the Board and wished him well in his future endeavours;
- Mr Corrie Roodt was appointed as the Chairman of the Board. The Board thanked Mr Dumisani Tabata for his contribution to Stellar Capital and the Board as the outgoing Chairman. Mr Tabata remains a member of the Board as a non-executive director and was appointed as the Chairman of the Remuneration Committee;
- Mr Lonn Potgieter was appointed as the Lead Independent non-executive director and also as a member of the Nominations Committee; and
- Mr Tabata replaced Mr Roodt as a member of the Audit and Risk Committee.

There have been no other changes to the Board of Directors for the six-month period under review.

SUM-OF-THE-PARTS (SOTP) VALUATION

AS AT 31 DECEMBER 2019

R'000	% of portfolio	As at 31 December 2019	As at 30 June 2019	As at 31 December 2018
Financial Services				
Prescient	25%	318 496	318 496	481 211
AHI Asset Management	10%	131 660	131 660	-
Sithega Fund	4%	55 779	54 000	-
Praxis Financial Services	2%	24 450	24 450	20 973
Greenpoint Holdings	1%	12 260	12 260	2 595
Inyosi Solutions	1%	7 724	7 724	4 931
Friedshelf	2%	19 303	23 430	35 030
Industrials and Technology				
Torre	0%	-	-	305 197
Amecor	0%	-	-	398 207
Tellumat [1]	2%	30 638	66 480	86 550
Corporate Assets				
Financial assets	0%	1 143	1 132	1 242
Loan portfolio [2]	10%	121 483	120 043	116 633
Venture capital portfolio [3]	2%	30 190	29 952	30 817
Greenpoint Senior Debt	0%	-	-	366 000
Cash and cash equivalents	38%	490 495	72 127	28 080
Other assets	3%	32 198	445 364	17 709
Total Assets		1 275 819	1 307 118	1 895 175
Preference share liability		-	-	(592 855)
Other financial liabilities		-	-	(12 669)
Trade and other payables		(3 057)	(17 212)	(2 453)
SOTP value		1 272 762	1 289 906	1 287 198
Less: Cost of treasury shares held in subsidiary		(37 734)	(12 830)	-
Adjusted SOTP value		1 235 028	1 277 076	1 287 198
Net shares in issue ('000) [4]		1 023 451	1 056 812	1 075 032
SOTP value per share (Rand) [5]		1.21	1.21	1.20

Notes:

1. The value comprises the sum of the investments in Tellumat and Amalinde Technologies
2. Investments in the Greenpoint Funds held indirectly via a preference share
3. Held in Stellar International
4. Net shares in issue excluded 51.6 million treasury shares held by AHI Asset Management as at 31 December 2019
5. SOTP value per share, accounts for the effect of 51.6 million treasury shares acquired by AHI Asset Management at an average acquisition price of 73.16 cents per share
6. The current investment fair values in the above SOTP do not result in a net tax liability upon disposal

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

R'000	Notes	Unaudited as at 31 December 2019	Audited as at 30 June 2019	Unaudited as at 31 December 2018
Non-current assets		700 659	694 189	515 992
Unlisted investments at fair value	7	691 155	692 063	514 658
Other financial assets		1 143	1 102	1 099
Loans to portfolio companies		7 852	-	-
Deferred taxation		509	1 024	235
Current assets		575 160	612 929	1 379 183
Listed investments at fair value		-	-	305 197
Unlisted investments at fair value		60 828	96 432	1 028 289
Other financial assets		-	30	143
Loans to portfolio companies		20 000	19 607	15 000
Trade and other receivables		3 837	424 733	2 474
Cash and cash equivalents		490 495	72 127	28 080
Total assets		1 275 819	1 307 118	1 895 175
Equity		1 272 762	1 289 906	1 287 198
Ordinary share capital		2 347 806	2 347 806	2 347 806
Preference share capital		-	-	32 044
Accumulated loss		(1 075 044)	(1 057 900)	(1 092 652)
Current liabilities		3 057	17 212	607 977
Preference share liability		-	-	592 855
Other financial liabilities		-	-	12 669
Current tax payable		1 882	53	159
Trade and other payables		1 175	17 159	2 294
Total equity and liabilities		1 275 819	1 307 118	1 895 175

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

R'000	Notes	Unaudited 6 month period ended 31 December 2019	Audited 12 month period ended 30 June 2019	Unaudited 6 month period ended 31 December 2018
Fair value adjustments	8	(37 953)	8 978	30 689
Fair value adjustments on listed investments		-	202 610	199 675
Fair value adjustments on unlisted investments and other financial assets		(37 953)	(3 291)	(23 589)
Fair value adjustments resulting from capital distributions		-	(190 341)	(145 397)
Dividend income	9	16 331	284 065	192 470
Capital distributions		-	190 341	145 397
Earnings distributions		16 331	93 724	47 073
Interest income		17 283	3 463	1 562
Gross (loss)/profit from investments		(4 339)	296 506	224 721
Other income		465	1 353	906
Finance costs		-	(88 360)	(50 350)
Net (loss)/profit before operating expenses		(3 874)	209 499	175 277
Management fee		(6 253)	(17 141)	(8 798)
Operating expenses		(3 356)	(9 582)	(5 456)
Transaction costs		-	(20 773)	(954)
(Loss)/profit before tax		(13 483)	162 003	160 069
Taxation		(3 661)	405	(369)
(Loss)/profit for the period		(17 144)	162 408	159 700
Weighted number of shares in issue ('000)		1 044 883	1 073 385	1 075 032
(Loss)/earnings per share (cents)		(1.64)	15.13	14.86
Headline (loss)/earnings per share (cents)		(1.64)	15.13	14.86

RECONCILIATION BETWEEN (LOSS)/PROFIT AND HEADLINE (LOSS)/PROFIT

R'000	Unaudited 6 month period ended 31 December 2019	Audited 12 month period ended 30 June 2019	Unaudited 6 month period ended 31 December 2018
(Loss)/profit for the period	(17 144)	162 408	159 700
Headline (loss)/profit for the period	(17 144)	162 408	159 700
Shares in issue	1 075 032	1 075 032	1 075 032
Effect of holding treasury shares	(30 149)	(1 647)	-
Weighted average number of shares in issue	1 044 883	1 073 385	1 075 032

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

R'000	Unaudited 6 month period ended 31 December 2019	Audited 12 month period ended 30 June 2019	Unaudited 6 month period ended 31 December 2018
Balance at the beginning of the period	1 289 906	1 127 498	1 127 498
(Loss)/profit for the period	(17 144)	162 408	159 700
Redemption of preference share capital	-	(32 044)	-
Redemption of preference share capital – transfer to accumulated loss	-	32 044	-
Balance at the end of the period	1 272 762	1 289 906	1 287 198

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

R'000	Unaudited 6 month period ended 31 December 2019	Audited 12 month period ended 30 June 2019	Unaudited 6 month period ended 31 December 2018
Operating activities	420 670	(207 970)	138 330
Cash (utilised in)/generated from operations and capital distributions received	404 747	(210 859)	136 786
Interest received	17 240	3 347	1 885
Tax paid	(1 317)	(458)	(341)
Investing activities	(2 302)	939 777	(94 104)
Acquisitions of investments	(1 440)	(200 102)	(366 000)
Disposals of investments	-	1 100 966	228 918
Disposals of other financial assets	31	25 597	25 079
Loans advanced to portfolio companies	(893)	(21 607)	(14 076)
Loans repaid by portfolio companies	-	34 923	31 975
Financing activities	-	(699 329)	(55 795)
Net repayments of other financial liabilities	-	(25 000)	(12 542)
Preference share redemption	-	(600 000)	-
Preference share financing costs	-	(66 636)	(36 105)
Other financing costs	-	(7 693)	(7 148)
Cash and cash equivalents at the beginning of the period	72 127	39 649	39 649
Cash and cash equivalents at the end of the period	490 495	72 127	28 080
Net increase / (decrease) in cash and cash equivalents	418 368	32 478	(11 569)

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

1. REPORTING ENTITY

Stellar Capital is a South African domiciled investment holding company listed on the main board of the JSE Limited ("JSE"). The condensed consolidated interim financial statements of the Group as at and for the six-month period ended 31 December 2019 comprise the Company and its Consolidated Subsidiary, Stellar Management Services Proprietary Limited.

The Company now only has significant interests in unlisted investments, which are more fully set out in note 7. As an investment holding company, Stellar Capital has applied the investment entity exception and accounts for its investments on a fair value basis, in accordance with IFRS 10 Consolidated Financial Statements.

2. FINANCIAL PREPARATION AND REVIEW

These condensed consolidated interim financial statements have been prepared in accordance with International Financial Reporting Standards ("IFRS"), including the disclosure requirements of IAS 34 Interim Financial Reporting ("IAS 34") and comply with the Financial Reporting Guides as issued by the Accounting Practices Committee and Financial Reporting Pronouncements as issued by the Financial Reporting Standards Council, as well as the JSE Listings Requirements and the Companies Act, No 71 of 2008.

The results include, as a minimum, the information required by IAS 34 and do not include all the information required for a complete set of IFRS financial statements and it is advised that these results be read in conjunction with the consolidated annual financial statements of the Group for the period ended 30 June 2019, which are available at http://www.stellarcapitalpartners.co.za/financial-results/.

These condensed consolidated interim financial statements have been prepared by W Dreyer under the supervision of S Graham CA(SA), the Chief Financial Officer and have not been audited or reviewed by the Group's auditors.

These condensed consolidated interim financial statements were approved by the Board of Directors on 13 March 2020. The Directors take full responsibility for the preparation of these results.

3. ACCOUNTING POLICIES

The accounting policies applied by the Group in these condensed consolidated interim financial statements are consistent with those applied in the consolidated annual financial statements for the year ended 30 June 2019.

All subsidiaries classified as portfolio investments are accounted for at fair value through profit or loss ("FVTPL") in terms of IFRS 9 Financial Instruments and all associates classified as portfolio investments are accounted for at FVTPL in terms of the exemption from applying the equity method of accounting provided in IAS 28 Investments in Associates and Joint Ventures.

4. JUDGEMENTS AND ESTIMATES

Management is required to make estimates and assumptions that affect the amounts presented in the financial statements and related disclosures. Use of available information and the application of judgement is inherent in the formation of estimates. Actual results in the future could differ from these estimates.

In preparing these condensed consolidated interim financial statements, the significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the consolidated annual financial statements for the year ended 30 June 2019.

5. SEGMENT INFORMATION

As the Group has only one business segment which is managed as a single pool of capital irrespective of the sector in which the Group's investees trade, segmental reporting is not applicable.

6. DIVIDENDS

No ordinary dividends were declared during the six-month period ended 31 December 2019. No Preference share dividends were paid during the six-month period ended 31 December 2019 as the Preference shares were redeemed in full and cancelled effective 31 May 2019.

7. INVESTMENTS HELD AT FAIR VALUE

All subsidiaries and associates have a principle place of business in South Africa with the exception of Stellar International, which has a principle place of business in Mauritius.

Listed investments

ENTITY	NATURE OF OPERATIONS	% HELD 31 DECEMBER 2019	% HELD 30 JUNE 2019	% HELD 31 DECEMBER 2018
Torre	Industrial group that distributes and rents capital equipment and supplies aftermarket parts to the mining, manufacturing, construction and industrial markets across Africa.	-	-	57%

Unlisted investments

ENTITY	NATURE OF OPERATIONS	% HELD 31 DECEMBER 2019	% HELD 30 JUNE 2019	% HELD 31 DECEMBER 2018
Prescient	Diversified financial services group offering investment management, fund services, administration, stockbroking, wealth investment, retail and institutional and insurance products	19%	19%	40%
AHI Asset Management	Alternative asset manager	100%	100%	100% (indirectly held via Friedshelf)
Sithega Fund	Empowered investment holding entity	30%	30%	-
Praxis Financial Services	Provider of short term finance to the panel beating industry to address motor body repairers' working capital needs	37%	37%	37%
Greenpoint Holdings	Provision of management services	51%	51%	51%
Inyosi Solutions	Provision of management services	75%	75%	75%
Friedshelf	Financial services group	100%	100%	100%
Amecor	Technology solutions and services in security	-	-	100%
Tellumat	Technology solutions and services in manufacturing, air traffic control systems, defence and security and turnkey infrastructure solutions for the telecommunications industry	49%	49%	49%
Amalinde Technologies (previously Masimong Technologies	B-BBEE investment holding company and B-BBEE partner of Stellar Capital for Tellumat	100% preference shares[1]	100% preference shares[1]	100% preference shares[1]
Stellar International	Holding company for international venture capital investments	100%	100%	100%

[1] The preference shares held in Amalinde Technologies are non-cumulative and redeemable at the instance of the issuer.

R'000	As at 31 December 2019	As at 30 June 2019	As at 31 December 2018
Listed	-	-	305 197
Torre	-	-	305 197
Unlisted	751 983	788 495	1 542 947
Prescient	318 496	318 496	481 211
AHI Asset Management	131 660	131 660	-
Sithega Fund	55 779	54 000	-
Praxis financial Services	24 450	24 450	20 973
Greenpoint Holdings	12 260	12 260	2 595
Inyosi Solutions	7 724	7 724	4 931
Friedshelf	19 303	23 430	35 030
Amecor	-	-	398 207
Tellumat	14 982	32 509	42 323
Amalinde Technologies	15 656	33 971	44 227
Greenpoint Funds	121 483	120 043	482 633
Stellar International	30 190	29 952	30 817
Total	751 983	788 495	1 848 144

Prescient

As at 31 December 2019, the fair value of the investment is based on an estimated sustainable group net profit after tax ("NPAT") of R107.9 million and a P/E multiple of 13.2 times, adjusted for any debt, corporate assets and excess cash not core to the operations of the business, which is estimated to be R226 million. Included in the current year operational performance are certain expenditures that are incurred in line with a 5 year growth plan but are not excluded for purposes of valuation. A reasonable possible change of 10% in the estimated sustainable NPAT or 5% in the multiple used would result in an adjustment to the estimated fair value of R27.6 million and R13.8 million respectively.

AHI Asset Management

As at 31 December 2019, the fair value of the investment has been determined using the net asset valuation method. A reasonable possible change of 10% in the net asset value would result in an adjustment to the estimated fair value of R13.2 million.

Sithega Fund

In April 2019 Stellar Capital invested R54 million into the Sithega Financial Services Fund. The fair value of the investment is derived from the fund's unit value as at 31 December 2019, as determined by the Sithega Fund manager.

Praxis

As at 31 December 2019, the fair value of the investment is based on an estimated sustainable NPAT of R9.1 million and a P/E multiple of 7.2 times, both of which are unchanged from June 2019. A reasonable possible change of 10% in either the estimated sustainable NPAT or the multiple used would result in an adjustment of R2.5 million to the estimated fair value.

The Company has pledged and ceded in *securitatem debiti* to the GSL Fund the shares held in Praxis as a continuing general covering collateral security in respect of amounts owed by Praxis.

Greenpoint Holdings

Greenpoint Holdings Proprietary Limited owns 100% of both Greenpoint Capital and GPC Investments Proprietary Limited ("GPC-I"). As at 31 December 2019, the fair value of the investment in Greenpoint Capital is based on an estimated sustainable NPAT of R2.7 million and a P/E multiple of 6.9 times, both of which are unchanged from June 2019, and the fair value of the investment in GPC-I is based on its net asset value. A reasonable possible change of 10% in either the estimated sustainable NPAT or the multiple used would result in an adjustment of R0.9 million to the estimated fair value.

Inyosi Solutions

As at 31 December 2019, the fair value of the investment is based on an estimated sustainable NPAT of R1.9 million and a P/E multiple of 5.3 times, both of which are unchanged from June 2019. A reasonable possible change of 10% in either the estimated sustainable NPAT or the multiple used would result in an adjustment R0.8 million to the estimated fair value.

Friedshelf

As at 31 December 2019, Cadiz Life Limited is the only operational investment held by Friedshelf 1678 Limited ("Friedshelf") and the fair value of the investment has been determined using the net asset valuation method. A reasonable possible change of 10% in the net asset value would result in an adjustment to the estimated fair value of R1.9 million.

Tellumat and Amalinde Technologies

Following the decision to exit both investments, Stellar Capital is currently implementing a piecemeal exit approach. As at 31 December 2019, the fair values of the investments in Tellumat and Amalinde Technologies are based on this approach.

In accordance with the Group's accounting policy, the primary valuation method used is the sustainable earnings multiple, unless this is not considered to be appropriate. With the anticipated conclusion of the sale process, the fair value of the Defense and ATM divisions of Tellumat is based on the estimated disposal proceeds, whereas in June 2019 the fair value was based on an estimated sustainable EBITDA of R9.9 million and an EV/EBITDA multiple of 5.3 times. The fair value of the remaining divisions has been based on net asset value rather than a sale process. As at 31 December 2019 a reasonable possible change of 10% in the estimated disposal proceeds and net asset value would result in an adjustment to the estimated fair value of R1.5 million for Tellumat and R1.6 million for Amalinde Technologies.

Greenpoint Funds

Stellar Capital indirectly invests in Greenpoint Specialised Lending Proprietary Limited ("GSL Fund") B Units and in Greenpoint Special Opportunities Proprietary Limited ("GSO Fund") B Shares via a preference share in AHI Asset Management.

As at 31 December 2019, Stellar Capital indirectly holds R109.6 million worth of B Units in the GSL Fund and R11.9 million worth of B Shares in the GSO Fund (R108.1 million and R11.9 million respectively in June 2019). The fair values of the GSL and GSO Fund investments are derived from the B Unit and B Share values respectively, based on the respective net asset values as determined by the manager of the funds (Greenpoint Capital). During the year GSL returns of R1.5 million were reinvested.

Stellar International

The functional currency of Stellar International is the US Dollar. As at 31 December 2019, the fair value of the investment has been estimated by using the price of recent investment valuation method and the respective acquisition prices, along with the balance of cash, have been converted to Rands using the foreign exchange spot rates on 31 December 2019.

Level 3 investments

All current portfolio companies are classified as Level 3 and all investments into funds are classified as Level 2 because any investors entering or exiting these funds will do so at the fund unit/share values.

The Board of Directors has approved the valuation methodologies used by management for Level 3 investments. The Company receives the latest available reports from portfolio companies at each reporting date, either in the form of audited financial statements or unaudited management accounts, which are then used in the valuation techniques. The table below shows the reconciliation of Level 3 movements:

R'000	31 December 2019	30 June 2019	31 December 2018
Opening balance	614 452	1 471 991	1 471 991
Additions	-	146 102	366 000
Disposals	-	(792 711)	(228 918)
Transfer to Level 2	-	(120 043)	-
Fair value adjustments	(39 731)	(3 256)	(23 438)
Fair value losses due to capital distributions	-	(87 631)	(42 688)
Total	574 721	614 452	1 542 947

Transfers to Level 3 occur in instances where management assesses that the quoted market price of a listed investment is not representative fair value at the measurement date. Similarly, transfers from Level 3 occur where previously management assessed that the quoted market price of a listed investment was not representative of fair value, but where a change in factors results in management concluding that the quoted market price is considered to be an appropriate basis for estimating fair value. There were no transfers between levels during the period under review.

8. FAIR VALUE ADJUSTMENTS

R'000	Unaudited 6 month period ended 31 December 2019	Audited 12 month period ended 30 June 2019	Unaudited 6 month period ended 31 December 2018
Fair value adjustments on listed investments	-	202 610	199 675
Torre	-	202 486	199 551
MRI	-	124	124
Fair value adjustments on unlisted investments and other financial assets	(37 953)	(3 291)	(23 589)
Prescient	-	6 836	-
Sithega Fund	1 779	-	-
Praxis Financial Services	-	3 477	-
Greenpoint Holdings	-	9 665	-
Inyosi Solutions	-	2 793	-
Friedshelf	(4 127)	-	-
Amecor	-	18 470	-
Tellumat	(17 527)	(21 867)	(12 053)
Amalinde Technologies	(18 315)	(22 624)	(12 368)
Stellar International	238	(6)	859
Other financial assets	(1)	(35)	(27)
Fair value losses resulting from capital distributions	-	(190 341)	(145 397)
Total	(37 953)	8 978	30 689

9. DIVIDEND REVENUE

R'000	Unaudited 6 month period ended 31 December 2019	Audited 12 month period ended 30 June 2019	Unaudited 6 month period ended 31 December 2018
Capital distributions	-	190 341	145 397
Torre	-	102 710	102 710
Prescient	-	22 311	-
Friedshelf	-	45 787	34 186
Greenpoint Senior Debt	-	11 032	-
Preference share (GSL and GSO Fund redemptions)	-	8 501	8 501
Earnings distributions	16 331	93 724	47 073
Prescient	8 745	13 607	-
Inyosi Solutions	1 020	750	750
Amecor	-	21 000	21 000
Greenpoint Senior Debt	-	37 297	15 184
Preference share (GSL and GSO Fund returns)	6 566	21 070	10 139
Total	16 331	284 065	192 470

10. RELATED PARTY TRANSACTIONS

Related party transactions are entered into in the ordinary course of business and comprise (i) transactions with portfolio companies, including loans advanced/repaid, interest income, dividends received and amounts received or paid in respect of services provided; and (ii) management fees paid to Thunder Securitisations Proprietary Limited (the appointed investment manager to Stellar Capital).

11. CONTINGENT LIABILITIES

At the reporting date, the Company has issued limited corporate guarantees in favour of the creditors of Praxis for R49.5 million (R32.5 million as at 31 December 2018). The guarantees provided are subject to 3 months' notice of termination.

12. EVENTS AFTER THE REPORTING PERIOD

The Board of Directors are not aware of any events after the reporting date and until the date of approval, which have a material impact on the condensed consolidated interim financial statements as presented.

By order of the Board

CJ Roodt

Chairman of the Board

13 March 2020

FORWARD LOOKING STATEMENTS

Any forward-looking statements included in this results announcement involve known and unknown risks, uncertainties and other factors, which may cause the actual results, performance or achievements of the Group to differ materially from any future results, performance or achievements expressed or implied by such forward-looking statements. Any reference to forecast information included in this results announcement does not constitute an earnings forecast and has not been reviewed or reported on by the Group's external auditors.

STELLAR
CAPITAL PARTNERS

DIRECTORS

CJ Roodt (Chairman)*, PJ Van Zyl (Chief Executive Officer), S Graham (Chief Financial Officer), L Potgieter#, DD Tabata*, MVZ Wentzel*, HC Steyn^, PJ Bishop^

#Lead Independent non-executive
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TRANSFER SECRETARIES

Computershare Investor Services Proprietary Limited

SPONSOR

Rand Merchant Bank (a division of FirstRand Bank Limited)

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