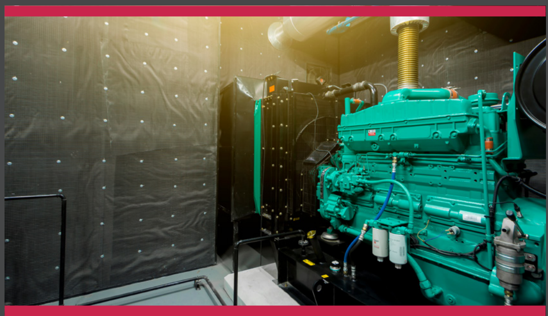

enX GROUP

SUMMARISED PRELIMINARY CONSOLIDATED FINANCIAL RESULTS

for the year ended 31 August 2022

Revenue from continuing operations
R5.556 billion
(2021: R4.210 billion) ↑ 32%

HEPS from continuing operations
160 c per share
(2021: 90 c per share) ↑ 78%

Cash generated before financing activities
R1.019 billion
(2021: R1.003 billion)

Net asset value per share
R12.22
(2021: R14.47)

NATURE OF BUSINESS

enX Group Limited ("enX" or the "Group") is an integrated fleet management solutions provider and distributor of quality branded industrial, petrochemical and fuel products.

- enX Fleet ("**Fleet**"):
  - Eqstra Fleet Management ("**Eqstra**") provides a full spectrum of commercial and passenger vehicle leasing services including fleet management, outsourcing solutions, maintenance, warranty management and vehicle tracking solutions. It operates through its national footprint in South Africa, Botswana and Namibia. Included in Eqstra, is **Kynite**, a Software-as-a-Service ("**SaaS**") solution which digitises the full spectrum of vehicle services, with external customers now making use of this offering.
- enX Petrochemicals ("**Petrochemicals**"):
  - African Group Lubricants ("**AG Lubricants**") produces and markets oil lubricants and greases in South Africa and sub-Saharan Africa and is the sole distributor of ExxonMobil lubricants (excluding marine and aviation) and Quaker Houghton International's advanced fluids solutions and services.
  - West African International ("**WAG**") distributes plastics, polymers, rubber and speciality chemicals in Southern Africa.
- enX Equipment
  - **New Way Power** designs, manufacturers, installs and maintains diesel generators and distributes a range of industrial and marine engines. They also offers temporary power solutions offering cleaner power through solar hybrid and grid alternatives.
- enX Discontinued operations:
  - **Impact Handling (UK)**, which was previously part of the Equipment segment, provided distribution, rental and materials handling equipment in the UK and Ireland, was classified as an asset held for sale in terms of IFRS 5 with effect from 1 February 2021 and was disposed of on 14 June 2021.
  - **EIE SA,** which was previously part of the Equipment segment, provided distribution, rental and value-added services for industrial and material handling equipment in South Africa and other African countries, was classified as an asset held for sale in terms of IFRS 5 with effect from 31 August 2021 and was disposed of on 1 April 2022.
  - **Austro**, which was previously part of the Equipment segment, distributed professional woodworking equipment and tooling with the provision of associated services, was classified as an asset held for sale in terms of IFRS 5 with effect from 28 February 2022 and was disposed of on 30 June 2022.

FINANCIAL RESULTS

Overview

The results for the year ended 31 August 2022 reflect robust performance underpinned by solid profitability, an improved financial position and continued strong generation of net cash flow before financing.

enX's financial position improved significantly with net debt to equity declining to 31% (August 2021: 50%) supported by the disposal of EIE SA, the release of cash from the termination of the Clover contract and overall reduction in net debt. Net asset value per share of R12.22 per share (2021: R14.47 per share) decreased by 16% as cash was returned to shareholders in the form of special distributions of R2.00 and R1.50 per enX ordinary share paid on 20 June 2022 and 5 September 2022 respectively.

Revenue from continuing operations increased by 32% to R5.556 billion (2021: R4.210 billion) mainly supported by the continuing recovery in activity and higher selling prices due to the pass through of increasing base oil and chemical input prices. Shortages in products continued as demand increased coupled with global supply chain challenges. Revenue included the disposals of vehicles from the termination of the Clover contract at the end of June 2022. Excluding these once off disposals, revenue from continuing operations increased 21% year on year.

Operating profit from continuing operations before net finance costs, our share of profit from our associate and impairments, was R445 million (2021: R341 million), an increase of 30%.

Net finance charges in respect of continuing operations were R105 million (2021: R152 million), a reduction of 31%, arising from lower debt balances primarily in Eqstra.

Profit after taxation from continuing operations was R274 million (2021: R164 million), up 67%. Headline earnings per share from continuing operations was 160 cents per share (2021: 90 cents per share), an increase of 78%.

Capital expenditure

Capital expenditure, including leasing asset acquisitions, was R1.138 billion (2021: R1.814 billion) mainly deployed to replace expiring leases within Eqstra and EIE SA before disposal. Shortages in supply of vehicles continues to hamper the replacement cycle within Eqstra. The prior year also includes capital expenditure within Impact Handling (UK) which was sold in June 2021.

Funding

The Group's total net interest-bearing liabilities (including the disposal group held for sale net interest bearing liabilities and total lease liabilities) decreased to R690 million (August 2021: R2.900 billion). This is due to the disposal of EIE SA on 1 April 2022 and the corresponding debt being assumed by the purchaser. The vehicle disposals from the Clover termination at the end June 2022 also assisted in reducing the total net interest-bearing liabilities.

EIE SA and Eqstra

In December 2021, R350 million of the proceeds from the sale of Impact Handling (UK) was used to repay shorter duration term debt which resulted in the reduction in Eqstra's cost of funding and extension of maturities.

With effect from 1 April 2022, the EIE SA funding facilities have been assumed by the purchaser of the EIE SA business.

enX Trading

General banking facilities of R200 million and indirect facilities of R60 million are in force. During 2021, an additional R50 million facility was raised in respect of WAG Chemicals to finance growth in this operation, which has now been increased to R65 million. During the year, the maturity of the revolving credit facility of R45 million was extended from 31 August 2022 to 31 August 2025. We believe these facilities provide adequate liquidity for these businesses to continue to trade and grow.

Liquidity

Despite the strains on global supply chains and increased lead times, liquidity in all our businesses remains robust with well managed working capital. All financial covenants for the measurement periods covered by this report have been met.

Cash flow

Net cash flows before financing activities amounted to an inflow of R1.019 billion (2021: R1.003 billion). Included in working capital movements of R514 million (2021: R984 million) is the reclassification of leasing assets into inventories amounting to R797 million (2021: R540 million) and the acquisition of leasing assets of R1.095 billion (2021: R1.733 billion).

OPERATIONAL OVERVIEW

Fleet

Eqstra's revenue increased to R2.226 billion (2021: R1.769 billion). Excluding the once off revenue derived from sale of commercial vehicles arising from the Clover contract termination, revenue increased marginally year-on-year. Rental revenue was down 3% compared to last year. Delays in procurement of new vehicles has resulted in customers extending replacement cycles. Excluding the Clover contract termination units, used car sales margins earned on sale of used vehicles have remained high. Eqstra's profit before tax was R140 million (2021: R108 million), the increase mainly attributable to used vehicle disposal profits and lower net finance costs from lower debt balances.

Over the years, Eqstra has developed state of the art software, **Kynite**, to manage the full spectrum of vehicle services including leasing, fleet management, outsourcing solutions, maintenance and warranty management. Management continues to see a significant strategic growth opportunity in investing in a SaaS model, which is being developed and commercialised. Eqstra recently formed the Kynite software division and has been adding external customers who make use of this SaaS offering.

Petrochemicals

AG Lubricants revenue increased by 29% to R1.169 billion (2021: R908 million) underpinned by higher volumes sold as demand increased, mainly in the mining sector, together with higher sales values due a significant increase in base oil prices. Profit before tax was R44 million (2021: R31 million), an increase of 42%. This was positively impacted by higher volumes, albeit at lower margins with a change in product mix, and higher base oil prices. Net finance charges compared to last year were lower.

Our share of the profit from our associate, **Zestcor**, was R27 million (2021: R33 million) which continues to trade well.

WAG revenue increased by 43% to R1.798 billion (2021: R1.259 billion) impacted by growth in existing customer volumes arising from continued shortages in the market and increasing selling prices due to increasing input prices. WAG, being well positioned to supply demand, continued to grow the business. Profit before tax of R92 million (2021: R43 million) was achieved which included R14 million of unrealised foreign exchange gains.

SUMMARISED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	As at 31 August 2022 R'000	As at 31 August 2021 R'000
ASSETS		
Non-current assets	**2 918 894**	3 185 840
Property, plant, equipment and right of use assets	**198 511**	259 561
Leasing assets	**2 350 086**	2 769 789
Intangible assets	**99 612**	33 375
Investment in associate	**118 668**	103 852
Unlisted investments and receivables	**141 464**	851
Deferred taxation	**10 553**	18 412
Current assets	**2 991 923**	2 334 733
Trade, other receivables and derivatives	**1 056 706**	810 697
Inventories	**854 188**	665 356
Taxation receivable	**26 942**	2 663
Bank and cash balances	**1 054 087**	856 017
Disposal group held for sale	**–**	2 794 679
Total assets	**5 910 817**	8 315 252
EQUITY AND LIABILITIES		
Capital and reserves	**2 264 961**	2 661 950
Stated capital	**2 495 999**	3 134 092
Other reserves	**(725 200)**	(733 554)
Accumulated profits/(loss)	**445 124**	224 597
Equity attributable to equity holders of the parent	**2 215 923**	2 625 135
Non-controlling interests	**49 038**	36 815
Non-current liabilities	**1 208 285**	2 046 164
Interest-bearing liabilities	**895 171**	1 700 071
Lease liabilities	**45 909**	93 415
Employee benefits	**61 033**	1 179
Deferred taxation	**206 172**	251 499
Current liabilities	**2 437 571**	1 493 253
Interest-bearing liabilities	**790 837**	359 556
Lease liabilities	**12 516**	30 584
Trade, other payables, provisions and derivatives	**1 328 982**	1 083 882
Shareholder for dividend	**273 661**	–
Taxation payable	**31 575**	19 231
Liabilities associated with disposal group held for sale	**–**	2 113 885
Total equity and liabilities	**5 910 817**	8 315 252
Supplementary information:		
Number of shares in issue	**182 312 650**	182 312 650
Weighted number of shares in issue (net of treasury shares)	**181 366 763**	181 366 763
Net asset value per share (cents)#	**1 222**	1 447
Net tangible asset value per share (cents)	**1 167**	1 434

Equity attributable to equity holders of the parent/Number of ordinary shares in issue net of treasury shares.

Equipment

While **New Way Power** continues to be impacted by a challenging construction industry environment, load shedding and an entry into the solar market continues to create opportunities. There has also been a strong recovery in the short term lease of generators for the events industry. Revenue was R397 million (2021: R319 million), up 24% with robust sales of engines, parts, renewables and diesel sales. Profit before tax was R10 million (2021: loss of R37 million) on the back of higher revenue and lower manufacturing costs.

Discontinued operations

Current year

Shareholders are referred to the SENS announcement dated 30 September 2021 announcing the disposal of **EIE SA** to CFAO Holdings South Africa ("CFAO South Africa"). Binding Heads of Terms ("HoT") were signed by enX and CFAO South Africa, whereby enX would dispose of its equity ownership in EIE SA for R700 million, subject to typical leakage adjustments between 31 December 2020 and closure of the transaction. On 29 November 2021, enX, CFAO South Africa and EIE SA concluded definitive transaction agreements. Shareholder approval was obtained at a general meeting on 20 January 2022 in terms of the JSE Listing Requirements. Fulfilment of the final conditions precedent took place on 1 April 2022 and the transaction became effective on that date. The net transaction value was R676 million, being the transaction value of R700 million less calculated leakage of R24 million. R135 million was placed in escrow, being 20% of the net transaction value, for a period of two years, in terms of the transaction agreements.

EIE SA's revenue for the seven months to the effective date was R1.229 billion (2021 full year: R2.111 billion). In terms of IFRS 5, EIE SA has been reported as an asset held for sale and discontinued operation from 31 August 2021, the date that the conditions were met to be classified as such. enX was required to cease depreciation and amortisation from that date and assess the carrying value of the held for sale assets relative to the transaction value. Consequently, depreciation and amortisation from 1 September 2021 of R263 million (after tax: R189 million) was not recorded in the current period. On a like for like basis, profit before tax for the seven months to the effective date was R17 million (2021 full year: R84 million). The assets held for sale were impaired by R193 million relative to the transaction value and a loss on disposal of R13 million was incurred on the effective date of the transaction.

Shareholders are referred to the Unaudited Interim Group Results for the six months ended 28 February 2022 announcing the sale of Austro Proprietary Limited ("**Austro**") to two shareholders, WeOnIt Projects Proprietary Limited and Work Place Proprietary Limited, subject to certain conditions precedents. In terms of IFRS 5, Austro has been reported as an asset held for sale and discontinued operation from 26 February 2022. This transaction was terminated. Based on the Board's stated long-term decision to exit and manage the controlled wind-down of Austro with the specific intention to maximise cash generation, which has largely been achieved, another buyer was located. With effect from 30 June 2022, Austro was sold to Highest Mountain Proprietary Limited for R100 on an "as is" basis.

Austro revenue for the ten months to the effective date was R70 million (2021 full year: R124 million). A loss before tax for the ten months to the effective date was R8 million (2021 full year profit: R2 million). The assets held for sale were impaired by R24 million relative to the transaction value and a loss on disposal of R7 million was incurred at the effective date of the transaction.

Prior year

Shareholders are referred to the SENS announcement dated 15 April 2021 announcing the disposal of **Impact Handling (UK).** As detailed in the SENS announcement, enX Leasing Investments, a wholly-owned subsidiary of enX, had entered into a Share Purchase Agreement ("SPA") with Aprolis Holding SAS (the purchaser), a subsidiary of Monnoyeur SA, for the disposal of 100% of the issued share capital of Impact Handling (UK). Shareholder approval was obtained at a General Meeting on 1 June 2021 as required in terms of a category 1 transaction in terms of the JSE listing requirements. The disposal became effective 14 June 2021 at a transaction value of £33 million, being the maximum purchase price agreed in the SPA. Total proceeds net of UK based transaction fees and management exit bonusses was £31.4 million, which was received in two tranches before 31 August 2021.

In line with IFRS 5, Impact Handling (UK) has been reported as an asset held for sale and discontinued operation from 1 February 2021, the date that the conditions were met to be classified as an asset held for sale. enX was required to cease depreciation and amortisation and assess the carrying value of the held for sale assets in terms of the transaction value. Consequently, depreciation and amortisation from 1 February 2021 until the effective date of the transaction amounting to R113 million (after tax: R91 million) was not recorded in the prior period. In the prior year, Impact Handling (UK) Revenue was R1.231 billion and profit before tax, on a like for like basis, was R69 million. Profit on disposal of the discontinued operation of R33 million was reflected.

Special Distribution

On 20 June 2022, the Group paid a special distribution of R2.00 per enX share.

SUMMARISED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	For the year ended 31 August 2022 R'000	Restated* For the year ended 31 August 2021 R'000
Continuing operations		
Revenue	**5 556 460**	4 210 281
Cost of sales	**(4 061 703)**	(2 853 157)
Gross profit	**1 494 757**	1 357 124
Expected credit losses	**(14 260)**	30 085
Operating expenses	**(1 035 783)**	(1 046 649)
Operating profit before items listed below	**444 714**	340 560
Impairment of goodwill, intangible assets and property, plant and equipment	**(25 440)**	(1 721)
Operating profit before net finance costs and earnings from associate	**419 274**	338 839
Net finance costs	**(104 747)**	(152 495)
Interest received	**31 449**	5 455
Interest expense	**(136 196)**	(157 950)
Share of profits from associate	**26 655**	32 936
Profit before taxation	**341 182**	219 280
Taxation	**(67 090)**	(55 593)
Profit after taxation	**274 092**	163 687
Attributable to:		
Equity holders of the parent	**270 682**	161 355
Non-controlling interests	**3 410**	2 332
Net profit after taxation ("PAT")	**274 092**	163 687
Discontinued operations		
(Loss)/profit for the year from discontinued operations	**(41 342)**	138 503
Net profit after taxation ("PAT")	**232 750**	302 190
Attributable to:		
Equity holders of the parent	**229 340**	299 858
Continuing operations	**270 682**	161 355
Discontinued operations	**(41 342)**	138 503
Non-controlling interests	**3 410**	2 332
Net profit after taxation	**232 750**	302 190
Other comprehensive income net of taxation:		
Profit after taxation	**232 750**	302 190
Items that may be reclassified subsequently to profit or loss:		
– Foreign currency translation reserve	**8 354**	(95 870)
Total comprehensive income	**241 104**	206 320
Attributable to:		
Equity holders of the parent	**237 694**	203 988
Non-controlling interests	**3 410**	2 332
Total comprehensive income	**241 104**	206 320
Earnings per share from continuing operations		
Basic earnings per share (cents)	**149**	89
Diluted earnings per share (cents)**	**149**	89
Headline earnings per share (cents)	**160**	90
(Loss)/earnings per share from discontinued operations		
Basic (loss)/earnings per share (cents)	**(23)**	76
Diluted (loss)/earnings per share (cents)**	**(23)**	76
Headline earnings per share (cents)	**106**	118

* *During the year, the Group entered into an agreement with Highest Mountain to divest its ownership in Austro. This divestment was effective from 30 June 2022 and resulted in Austro being recognised as a discontinued operation in 2022. Therefore, the statement of profit or loss and other comprehensive income for 2021 has been represented in accordance with IFRS 5 to take into account the additional disposal.*

** *The dilutionary instruments in issue have an anti-dilutionary effect in the prior year.*

OUTLOOK

Eqstra's diversified customer base, annuity revenue and in use fleet provides a stable revenue stream. The termination of the Clover contract released invested capital which will be used to reduce debt with the balance being returned to enX Group. Unitary growth is expected in the 2023 financial year with indications of good replacement levels, customer retention and new business opportunities. Eqstra will continue to invest in technological enhancements to its products which provide the foundation to create an outsourced solutions offering.

Conditions within the Petrochemical businesses are expected to be challenging following record commodity prices and strong demand post the COVID-19 pandemic. Inflationary pressures arising from global supply chain disruptions, compounded by the Ukrainian crisis continues to impact the business. While current commodity prices have been elevated, this is not sustainable and pricing is expected to normalise as higher policy rates hamper demand. The Group will continue to mitigate the risks on availability of product, but it will also take advantage of any opportunities that may arise from the disruptions, specifically the ability to supply product where others may not be able to.

Trading within New Way Power continues to be impacted by a challenging construction environment but with load shedding, opportunities will continue to be created.

The sale of Impact Handling (UK) and EIE SA has improved the financial strength of enX by significantly reducing gearing, stabalising our capital structure and enabling special distributions to our shareholders.

The outlook information has not been audited and reported on by the company's external auditors.

GOING CONCERN AND SUBSEQUENT EVENTS

Funding and liquidity

Liquidity in all our businesses has been resilient during the year.

Based on our assessment of the prospects and cash flows for each business as at the date of signing we believe that the credit facilities we have in place provide sufficient liquidity for the businesses to continue trading for the foreseeable future.

Subsequent events

Shareholders are referred to the SENS announcement dated 18 August 2022, in which the directors declared a further special distribution out of contributed tax capital of R1.50 per share to enX ordinary shareholders. This was paid on 5 September 2022.

There have been no other material events subsequent to year-end that have been taken into account in the financial statements.

CAPITAL RISK MANAGEMENT

The Group's objectives when managing capital are to safeguard its ability to continue as a going concern and provide optimal returns for shareholders through maintaining an optimal capital structure. The Group defines capital as equity funding provided by shareholders and debt funding from external parties.

Shareholder funding comprises permanent paid-up capital, revenue reserves and other reserves, being revaluation reserves (if any) and foreign currency translation reserves together with loans from shareholders. The board's policy is to maintain a strong capital base so as to maintain investor and creditor confidence and to sustain future development of the business.

The board of directors monitors the cost of capital, which the Group defines as the weighted average cost of capital, taking into account the Group's internally calculated cost of equity and long-term cost of debt assumptions. The board seeks to maintain a balance between the higher returns that might be possible with higher levels of borrowings and the advantages and security afforded by a sound equity position.

The Group's debt capacity and optimal gearing levels are determined by its cash flow profile and are measured through applicable ratios such as net debt to EBITDA and interest cover. In order to maintain or adjust the capital structure, in the absence of significant investment opportunities, the Group may adjust the amount of dividends paid to shareholders, return capital to shareholders or issue new shares.

There were no changes in the Group's approach to capital management during the year. Neither the company nor any of its subsidiaries are subject to externally imposed capital requirements.

SUMMARISED CONSOLIDATED SEGMENTAL ANALYSIS

	EQUIPMENT[3]		FLEET		PETROCHEMICALS		GROUP, FINANCING AND CONSOLIDATION		TOTAL[3]	
	For the year ended 31 August 2022 R'000	For the year ended 31 August 2021 R'000	For the year ended 31 August 2022 R'000	For the year ended 31 August 2021 R'000	For the year ended 31 August 2022 R'000	For the year ended 31 August 2021 R'000	For the year ended 31 August 2022 R'000	For the year ended 31 August 2021 R'000	For the year ended 31 August 2022 R'000	For the year ended 31 August 2022 R'000
Revenue[1]	**397 189**	318 936	**2 225 925**	1 768 842	**2 966 626**	2 167 438	**(33 280)**	(44 935)	**5 556 460**	4 210 281
– South Africa	**395 869**	318 936	**2 081 804**	1 612 668	**2 786 954**	2 005 630	**–**	2 995	**5 264 627**	3 940 229
– Rest of World	**–**	–	**129 441**	136 318	**162 392**	145 687	**–**	–	**291 833**	282 005
– Intercompany	**1 320**	–	**14 680**	19 856	**17 280**	16 121	**(33 280)**	(47 930)	**–**	(11 953)
EBITDA[2]	**29 619**	(7 885)	**739 268**	760 413	**187 262**	116 704	**(23 612)**	21 377	**932 537**	890 609
Depreciation and amortisation[4]	**(15 378)**	(21 671)	**(478 775)**	(510 551)	**(21 077)**	(17 427)	**1 967**	(2 121)	**(513 263)**	(551 770)
Earnings/(loss) before interest and taxation[5]	**14 241**	(29 556)	**260 493**	249 862	**166 185**	99 277	**(21 645)**	19 256	**419 274**	338 839
– South Africa	**14 241**	(29 556)	**232 435**	204 507	**147 573**	90 362	**(21 645)**	19 256	**372 604**	284 569
– Rest of World	**–**	–	**28 058**	45 355	**18 612**	8 915	**–**	–	**46 670**	54 270
Net finance costs	**(3 796)**	(7 330)	**(103 755)**	(125 565)	**(24 649)**	(20 104)	**27 453**	504	**(104 747)**	(152 495)
Interest received	**309**	273	**8 347**	10 224	**3 708**	1 407	**19 085**	(6 449)	**31 449**	5 455
Interest expense	**(4 105)**	(7 603)	**(112 102)**	(135 789)	**(28 357)**	(21 511)	**8 368**	6 953	**(136 196)**	(157 950)
Share of profits from associate	**–**	–	**–**	–	**26 655**	32 936	**–**	–	**26 655**	32 936
Profit/(loss) before taxation[2, 3]	**10 445**	(36 886)	**156 738**	124 297	**168 191**	112 109	**5 808**	19 760	**341 182**	219 280
Total assets	**279 554**	311 877	**3 209 421**	3 255 128	**1 855 414**	1 441 564	**566 428**	3 306 683	**5 910 817**	8 315 252
– Goodwill and intangible assets	**418**	806	**21 586**	30 498	**77 608**	2 071	**–**	–	**99 612**	33 375
– Leasing assets	**–**	508	**2 350 086**	2 769 280	**–**	–	**–**	1	**2 350 086**	2 769 789
– Investment in associate	**–**	–	**–**	–	**118 668**	103 852	**–**	–	**118 668**	103 852
– Inventories	**135 624**	116 865	**32 292**	18 411	**686 272**	530 080	**–**	–	**854 188**	665 356
– Trade, other receivables and derivative financial assets	**69 144**	67 232	**223 004**	217 646	**756 022**	508 095	**8 536**	17 724	**1 056 706**	810 697
– Other assets	**74 368**	126 466	**582 453**	219 293	**216 844**	297 466	**557 892**	494 279	**1 431 557**	1 137 504
Disposal group held for sale	**–**	–	**–**	–	**–**	–	**–**	2 794 679	**–**	2 794 679
Total liabilities	**133 106**	122 094	**1 982 814**	2 267 571	**1 145 472**	1 042 476	**384 464**	2 221 161	**3 645 856**	5 653 302
– Interest-bearing liabilities and overdraft	**5 500**	64	**1 465 001**	1 680 362	**199 775**	307 982	**15 732**	71 219	**1 686 008**	2 059 627
– Deferred vendor consideration	**–**	–	**–**	–	**–**	–	**–**	–	**–**	–
– Trade, other payables, provisions and derivatives	**125 879**	71 582	**315 447**	312 991	**873 769**	675 243	**287 548**	23 012	**1 602 643**	1 082 828
– Other liabilities	**1 727**	50 448	**202 366**	274 218	**71 928**	59 251	**81 184**	13 045	**357 205**	396 962
Liabilities associated with disposal group held for sale	**–**	–	**–**	–	**–**	–	**–**	2 113 885	**–**	2 113 885
Capital expenditure net of proceeds	**1 006**	5 528	**770 600**	830 278	**8 674**	1 574	**118**	185	**780 398**	837 565
Number of employees	**181**	181	**387**	422	**173**	168	**9**	9	**750**	780
GEOGRAPHICAL SEGMENTATION										
Total assets	**279 554**	311 877	**3 209 421**	3 255 128	**1 855 414**	1 441 564	**566 428**	3 306 683	**5 910 817**	8 315 252
– South Africa	**279 554**	311 877	**2 742 449**	2 797 541	**1 767 499**	1 370 050	**566 428**	3 306 683	**5 355 930**	7 786 151
– Rest of World	**–**	–	**466 972**	457 587	**87 915**	71 514	**–**	–	**554 887**	529 101
Total liabilities	**133 106**	122 094	**1 982 814**	2 267 571	**1 145 472**	1 042 476	**384 464**	2 221 161	**3 645 856**	5 653 302
– South Africa	**133 106**	122 094	**1 814 156**	2 098 133	**1 113 474**	1 010 521	**384 464**	2 221 161	**3 445 200**	5 451 909
– Rest of World	**–**	–	**168 658**	169 438	**31 998**	31 955	**–**	–	**200 656**	201 393

(1) No single customer exceeds 10% of group revenue.
(2) Excludes intercompany management fees.
(3) During the year the Group entered into an agreement with Highest Mountain to divest its ownership in Austro. This divestment was effective from 30 June 2022 and resulted in Austro being recognised as a discontinued operation in 2022. Therefore the statement of profit or loss and other comprehensive income for 2021 has been represented in accordance with IFRS 5 to take into account the additional disposal. The comparative numbers in the segment have represented and exclude Austro.
(4) Total depreciation and amortisation includes depreciation disclosed as part of cost of sales.
(5) Earnings/(loss) before interest and taxation include impairments of goodwill, intangible assets and property of R25.4 million (2021: R1.7 million).

HEADLINE EARNINGS AND EBIT RECONCILIATIONS

	For the year ended 31 August 2022 R'000	For the year ended 31 August 2021 R'000
Profit after taxation attributable to equity holders of the parent	**229 340**	299 858
Adjusted for:		
Profit on disposal of property, plant and equipment	**(4 229)**	(3 417)
Impairment of goodwill, intangible assets and property, plant and equipment	**25 440**	114 519
Loss/(profit) on disposal of subsidiary	**20 364**	(32 819)
Taxation effect on adjustments	**(5 939)**	(874)
Headline earnings attributable to ordinary shareholders	**481 130**	377 267
Profit after taxation attributable to equity holders of the parent – continuing operations	**270 682**	161 355
Adjusted for:		
Loss on disposal of property, plant and equipment	**871**	189
Impairment of goodwill, intangible assets and property, plant and equipment	**25 440**	1 721
Taxation effect on adjustments	**(7 367)**	(535)
Headline earnings attributable to ordinary shareholders – continuing operations	**289 626**	162 730
(Loss)/profit after taxation attributable to equity holders of the parent – discontinued operations	**(41 342)**	138 503
Adjusted for:		
Profit on disposal of property, plant and equipment	**(5 100)**	(3 606)
Impairment of goodwill, intangible assets and property, plant and equipment	**216 155**	112 798
Loss/(profit) on disposal of subsidiary	**20 364**	(32 819)
Taxation effect on adjustments	**1 428**	(339)
Headline earnings attributable to ordinary shareholders - discontinued operations	**191 505**	214 537

SUMMARISED CONSOLIDATED STATEMENT OF CASH FLOWS

	For the year ended 31 August 2022 R'000	Restated* For the year ended 31 August 2021 R'000
Cash flows from operating activities	**519 058**	611 621
Cash generated from operations before working capital movements	**1 330 718**	1 930 719
Working capital movements	**(512 799)**	(983 796)
Interest received	**32 104**	9 323
Interest paid	**(204 939)**	(307 717)
Taxation paid	**(126 026)**	(36 908)
Cash flows from investing activities	**500 147**	391 788
Capital expenditure	**(43 509)**	(80 759)
Proceeds on disposal of assets	**14 465**	10 857
Business combinations	**–**	(12 947)
Dividend received from associate	**11 839**	–
Net proceeds on disposal of subsidiary	**517 352**	474 637
Cash flows from financing activities	**(817 098)**	(1 005 191)
Proceeds from interest-bearing liabilities	**2 160 857**	3 360 712
Repayment of interest-bearing liabilities	**(2 568 226)**	(4 322 382)
Deferred vendor consideration paid	**–**	(30 319)
Repayment of lease liability	**(45 297)**	(13 202)
Capital distribution	**(364 432)**	–
Net increase/(decrease) in cash and cash equivalents	**202 107**	(1 782)
Effects of exchange rate changes on cash and cash equivalents	**249**	(27 019)
Cash and cash equivalents at beginning of the year	**851 731**	880 532
Total group cash and cash equivalents at end of the year	**1 054 087**	851 731

* *The comparative information has been restated on account of the correction of a classification error in respect of the cash flow arising from the acquisition of leasing assets. During the current reporting period the group determined that the classification of the cash outflow arising from the acquisition of leasing assets was incorrectly classified under investing activities instead of under operating activities. The group assessed the guidance provided in IAS 16 Property, Plant and Equipment and IAS 7 Statement of Cash Flows in respect of assets held for rentals which are subsequently disposed of in the course of the group's ordinary activities and determined that the classification of the cash outflow arising from the acquisition of leasing assets should be classified under operating activities despite diversity in practice of the classification of the related cash flows in the industry.*

SUMMARISED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	For the year ended 31 August 2022 R'000	For the year ended 31 August 2021 R'000
Stated capital	**2 495 999**	3 134 092
Balance at beginning of the year	**3 134 092**	3 134 092
Capital distribution	**(638 093)**	–
Other reserves	**(725 200)**	(733 554)
Balance at beginning of the year	**(733 554)**	(595 867)
Foreign currency translation reserve	**8 354**	(95 870)
Reclassification of reserves on disposal of subsidiary	**–**	(41 518)
Share-based payment settlement	**–**	(299)
Accumulated profits	**445 124**	224 597
Balance at beginning of the year	**224 597**	(75 261)
Reclassification to non-controlling interests	**(8 813)**	–
Total comprehensive income for the year	**229 340**	299 858
Non-controlling interest	**49 038**	36 815
Balance at beginning of the year	**36 815**	34 483
Reclassification to non-controlling interests	**8 813**	–
Total comprehensive income/(loss) for the year	**3 410**	2 332
Total shareholders' interests	**2 264 961**	2 661 950

BASIS OF PREPARATION

The summarised preliminary consolidated financial statements for the year ended 31 August 2022 have been prepared in accordance with the requirements of the JSE Listings Requirements applicable to summarised preliminary reports and the requirements of the Companies Act, No. 71 of 2008 of South Africa applicable to summarised financial statements. The JSE Listings Requirements require preliminary reports to be prepared in accordance with the framework concepts and the measurement and recognition requirements of International Financial Reporting Standards ("**IFRS**"), the SAICA Financial Reporting Guides as issued by the Accounting Practices Committee and Financial Pronouncements as issued by the Financial Reporting Standards Council, and to also, as a minimum, contain the information required by IAS 34: Interim Financial Reporting.

This report as well as the Group's consolidated annual financial statement were compiled under the supervision of R Lumb CA(SA), CFO of enX.

The accounting policies applied in the preparation of the consolidated financial statements (from which these summarised results are derived) are, in terms of IFRS, and are consistent with the accounting policies applied in the preparation of the previous consolidated financial statements.

AUDIT REPORT

enX's independent auditor, Deloitte & Touche, has issued its audit opinion on the consolidated and separate financial statements for the year ended 31 August 2022. The audit was conducted in accordance with International Standards on Auditing. Deloitte & Touche has issued an unmodified opinion. A copy of the independent auditor's report together with a copy of the audited consolidated and separate financial statements is available for inspection on the enX website as well as at enX's registered office during normal business hours from 3 November 2022. Shareholders are advised that, in order to obtain a full understanding of the nature of the auditor's engagement, they should obtain a copy of that report together with the consolidated and separate audited consolidated financial statements as at 31 August 2022.

The summarised preliminary consolidated financial statements have been derived from and are consistent in all material respects with the consolidated financial statements for the year ended 31 August 2022 but are not audited. The directors take full responsibility for the preparation of these summarised preliminary consolidated financial results and confirm that the financial information has been correctly extracted from the underlying audited consolidated financial statements. Any reference to future financial information included in this announcement has not been audited or reported on by the auditor.

The auditor's report does not necessarily report on all of the information contained in this financial results. Shareholders are therefore advised that in order to obtain a full understanding of the nature of the auditor's engagement they should obtain a copy of the auditor's report together with the accompanying financial information from the issuer's registered office.

Information included in this report is extracted from audited information, but is not itself audited.

NOTES

1. Discontinued operations

Consolidated discontinued statement of profit or loss and comprehensive income	For the year ended 31 August 2022 R'000	For the year ended 31 August 2021 R'000
Revenue	**1 299 190**	3 466 218
Cost of sales	**(704 250)**	(2 217 356)
Gross profit	**594 940**	1 248 862
Expected credit losses	**2 531**	(11 863)
Operating expenses	**(264 698)**	(798 355)
Operating profit before items listed below	**332 773**	438 644
Impairment of goodwill, intangibles and PPE	**–**	(4 818)
Impairment of held for sale assets	**(216 155)**	(107 980)
Operating profit before net finance costs and earnings from associate	**116 618**	325 846
Net finance costs	**(68 366)**	(155 440)
Interest received	**655**	3 868
Interest expense	**(69 021)**	(159 308)
Net profit before tax	**48 252**	170 406
Attributable taxation expense	**(69 230)**	(64 722)
(Loss)/profit on disposal of discontinued operation	**(20 364)**	32 819
Net (loss)/profit after taxation from discontinued operations	**(41 342)**	138 503
Cash flows from discontinued operations		
Net cash flows from operating activities	**62 230**	485 960
Net cash flows from investing activities	**(3 455)**	(17 759)
Net cash flows from financing activities	**(63 946)**	(446 549)
Net cash flows	**(5 171)**	21 652

2. Interest-bearing liabilities

	For the year ended 31 August 2022 R'000	For the year ended 31 August 2021 R'000
Bank debt and overdraft – South Africa	**1 686 008**	2 059 627
	1 686 008	2 059 627
Comprising:		
Non-current	**895 171**	1 700 071
Current	**790 837**	359 556
	1 686 008	2 059 627

3. Net finance costs

	For the year ended 31 August 2022 R'000	For the year ended 31 August 2021 R'000
Interest received – other	**32 104**	9 323
Interest expense	**(198 606)**	(299 986)
Deemed interest expense	**–**	(124)
Interest on lease liability	**(6 611)**	(8 055)
Write-off of debt restructuring costs	**–**	(9 094)
	(173 113)	(307 936)
Continuing operations	**(104 747)**	(152 495)
Discontinued operations	**(68 366)**	(155 441)

4. Revenue

	For the year ended 31 August 2022 R'000	For the year ended 31 August 2021 R'000
Revenue recognised at a point in time		
Sale of capital goods	**663 002**	1 178 014
Sale of goods, consumables and parts	**3 081 303**	2 444 923
Sale of used goods	**889 111**	581 219
Total revenue recognised at a point in time	**4 633 416**	4 204 156
Revenue transferred over time		
Leasing rentals	**1 373 644**	2 235 181
Maintenance and service revenue	**696 897**	1 105 784
Value added products	**138 148**	110 363
Other revenue	**13 545**	21 015
Total revenue transferred over time	**2 222 234**	3 472 343
Total revenue	**6 855 650**	7 676 499
Continuing operations	**5 556 460**	4 210 281
Discontinued operations	**1 299 190**	3 466 218

5. Fair value hierarchy disclosures

Valuation methodology

Level 1 – Valuations with reference to quoted prices in an active market:

Financial instruments valued with reference to unadjusted quoted prices for identical assets or liabilities in active markets where the quoted price is readily available and the price represents actual and regularly occurring market transactions on an arm's length basis. There are no level 1 financial instruments in the current year.

Level 2 – Valuations based on observable and unobservable inputs include:

Financial instruments valued using inputs other than quoted prices as described above for level 1 but which are observable for the asset or liability, either directly or indirectly, such as a quoted price for similar assets or liabilities in an active market; a quoted price for identical or similar assets or liabilities in inactive markets; a valuation model using observable inputs; and a valuation model using inputs derived from/corroborated by observable market data.

The net market value of all forward exchange contracts at year-end was calculated by comparing the forward exchange contract rates to the equivalent year-end market foreign exchange rates.

Level 3 – Valuations based on unobservable inputs include:

Financial instruments are valued using significant inputs which are not based on observable market data.

Unlisted investments are valued based on operational performance of the entities which is considered to be appropriate taking into account that the investments are very insignificant to the group.

The table below shows the group's financial assets and liabilities that are recognised and subsequently measured at fair value, analysed by valuation technique.

31 August 2022	Level 2 R'000	Level 3 R'000	Fair value R'000
Financial assets			
Unlisted investments and loans	**–**	**535**	**535**
Designated as fair value through profit or loss – Derivative financial assets	**22 139**	**–**	**22 139**
	22 139	**535**	**22 674**
Financial liabilities			
Designated as fair value through profit or loss – Derivative financial liabilities	**–**	**–**	**–**
	–	**–**	**–**

6. Disposal of subsidiary

enX Shareholders are referred to the announcements released on the SENS on 30 September 2021, 30 November 2021 and 7 March 2022 respectively, detailing the disposal of EIE SA.
As included in the SENS announcement, enX entered into an agreement with CFAO for the disposal of 100% of the issued share capital of EIE SA. The disposal became effective on 1 April 2022 for R676 million, being the total proceeds. In addition, during the year the enX entered into an agreement with Highest Mountain to divest its ownership in Austro. This divestment was effective 30 June 2022.

The net assets of EIE SA and Austro at the date of disposal were as follows:

	2022 R'000
Non-current assets	**2 435 697**
Current qssets	**884 914**
Non-current liabilities	**(1 526 345)**
Current liabilities	**(778 578)**
Net assets disposed of	**1 015 688**
Total consideration	**676 199**
Satisfied by:	
Cash and cash equivalents	**676 199**
Less contingent consideration	**(135 240)**
Net cash inflow arising on disposal	**540 959**
Consideration received in cash and cash equivalents	**540 959**
Less: cash and cash equivalents disposed of	**(23 607)**
	517 352

DIRECTORS

Executive directors: A Hannington (Chief Executive Officer), R Lumb (Chief Financial Officer)
Non-executive directors: P Baloyi (Chairman), W Chapman, V Jarana^, K Matthews*, L Molefe*, B Ngonyama*
*(*Independent)*
(^Lead independent)

The following change to directorship took place during the year:

- Effective 8 June 2022, Mr O Mabandla resigned as an Executive Director of enX. The Board and management team would like to thank Mr Mabandla for his valued service and contribution to the Company during his tenure.

For and on behalf of the board

A Hannington
Chief Executive Officer

R Lumb
Chief Financial Officer

3 November 2022