UNAUDITED GROUP INTERIM RESULTS AND CASH DIVIDEND DECLARATION FOR THE 26 WEEKS ENDED 31 DECEMBER 2023

COMMENTARY

KEY FEATURES

SALE OF MERCHANDISE	**up 8.5%** to R11.8 billion
RETAIL SALES	**up 8.2%** to R12.2 billion
GROSS PROFIT MARGIN	**53.6%** (Dec 2022: 53.5%)
OPERATING MARGIN	**24.5%** (Dec 2022: 24.7%)
EARNINGS PER SHARE	**up 4.3%** to 531.5 cents
HEADLINE EARNINGS PER SHARE	**up 3.6%** to 512.6 cents
DILUTED HEADLINE EARNINGS PER SHARE	**up 3.6%** to 504.8 cents
CASH GENERATED FROM OPERATIONS	**R2.7 billion** (Dec 2022: R1.7 billion)
NET ASSET VALUE PER SHARE	**up 19.1%**
INTERIM CASH DIVIDEND PER SHARE	**up 3.8%** to 332 cents

GROUP PROFILE

Truworths International Ltd (the company) is an investment holding and management company listed on the stock exchanges operated by the JSE Ltd (JSE) and A2X (Pty) Ltd (A2X), as well as the Namibian Stock Exchange (NSX). Its principal trading entities, Truworths Ltd and Office Holdings Ltd, are engaged either directly or indirectly through subsidiaries, concessions, agencies or wholesale partnerships, in the cash and account retailing of fashion clothing, footwear, homeware and related merchandise. The company and its subsidiaries (the Group) operate primarily in South Africa and the United Kingdom (UK), and have a presence in the Republic of Ireland and other sub-Saharan African countries.

TRADING AND FINANCIAL PERFORMANCE

Sales

During the first 26 weeks (from 3 July 2023 to 31 December 2023) (the current period) of the Group's 2024 financial period Group retail sales increased by 8.2% to R12.2 billion compared to the first 26 weeks (from 4 July 2022 to 1 January 2023) (the prior period or Dec 2022) of the 2023 financial period.

Account sales comprised 48% (Dec 2022: 52%) of Group retail sales, with account sales unchanged and cash sales increasing by 17%, relative to the prior period.

Retail sales for the current period by business segment and division was as follows:

	26 weeks to 31 Dec 2023 Rm	26 weeks to 1 Jan 2023 Rm	Change on prior period %
Truworths Africa	**8 391**	8 414	(0.3)
Truworths ladieswear	**2 840**	2 888	(1.7)
Truworths menswear[‡]	**2 028**	2 029	–
Identity	**1 367**	1 390	(1.7)
Truworths kids emporium[#]	**1 017**	1 053	(3.4)
Other[@]	**1 139**	1 054	8.1
Office	**3 800**	2 856	33.1
Group retail sales	**12 191**	11 270	8.2
YDE agency sales	**125**	133	(6.0)

‡ *Truworths Man, Uzzi, Daniel Hechter Mens, Fuel and LTD Men.*
\# *LTD Kids, Earthchild and Naartjie.*
@ *Cosmetics, Cellular, Truworths Jewellery, Office London (South Africa), Loads of Living and Sync.*

Group sale of merchandise, which comprises Group retail sales, together with wholesale sales and delivery fee income, less accounting adjustments (refer to note 4 for further information), increased by 8.5% to R11.8 billion.

Truworths Africa

Retail sales for Truworths Africa (comprising mainly of the Truworths businesses in South Africa) were unchanged at R8.4 billion relative to the prior period.

The current period sales performance should be compared against the high level of sales recorded in the prior period, which reflected retail sales growth of 13.4% relative to the previous comparable 26-week period. The effect of this high base was especially pronounced in the last three months of the current period. Retail sales were impacted by poor economic conditions and high interest rates leading to reduced disposable income and declining consumer confidence. Credit extension declined as scorecards reacted to the deteriorating credit health of the South African consumer, thereby weighing negatively on credit sales. Port congestion challenges in South Africa resulted in lower than expected merchandise deliveries of finished goods in the second quarter of the current period, adversely affecting sales in the peak trading period.

Account sales, comprising 70% of retail sales (Dec 2022: 70%), were unchanged and cash sales decreased by 0.9%, relative to the prior period.

Online sales continued to show good growth in the current period, increasing by 40.7% and contributing 4.2% to Truworths Africa's retail sales (Dec 2022: 3.0%).

Truworths Africa's like-for-like store retail sales decreased by 3.3%. Product (retail selling price) inflation averaged 8.4% in the current period (Dec 2022: 13.3%).

COMMENTARY continued

Office

Retail sales for the Group's UK-based Office segment increased in Sterling terms by 15.6% to £162 million relative to the prior period's £140 million. In Rand terms, retail sales for Office increased by 33.1% to R3.8 billion. Office continues to benefit from its unique market positioning, brand partnerships and strong online presence. Online sales contributed approximately 47% of Office's retail sales in the current period, increasing from 44% in the prior period.

Gross profit

The Group's gross profit margin increased to 53.6% (Dec 2022: 53.5%).

Truworths Africa's gross profit margin increased to 56.6% (Dec 2022: 56.0%) and Office's increased to 47.4% (Dec 2022: 46.6%).

Trading space

At the end of the current period, the Group had 888 stores, including 11 concession outlets (Dec 2022: 883 stores, including 11 concession outlets).

Truworths Africa opened 17 stores and closed nine, while Office opened six stores and closed nine. This has resulted in an increase in trading space of 0.8%, comprising an increase of 0.9% in Truworths Africa and a decrease of 2.8% in Office primarily due to the closure of non-performing stores in Germany.

Trading profit

Group trading profit, which excludes interest income, increased 1.5% to R2.2 billion. The trading margin decreased to 18.8% from 20.1% in the prior period.

Other income decreased 18.1% compared to the prior period. Excluding the reversal of previously recognised IFRS 16 impairment losses from both periods as well as the insurance claim payments received in the prior period relating to the civil unrest in South Africa during July 2021, other income increased by 1.0%.

Trading expenses for the current period increased by 10.1% to R4.4 billion compared to the prior period, and constituted 37.4% (Dec 2022: 36.9%) of sale of merchandise:

- Depreciation and amortisation increased by 12.0% to R718 million (Dec 2022: R641 million) due to store lease renewals and modifications (in terms of IFRS 16) and the reversal of previously recognised right-of-use asset impairments.
- Employment costs increased by 12.9% to R1 361 million (Dec 2022: R1 206 million). The increase is mainly attributable to the growth in store hours in Office together with the increase in the UK national minimum wage and prior period vacancies.
- Trade receivable costs increased by 8.9% to R873 million (Dec 2022: R802 million). This was a result of higher gross bad debt following the strong credit sales performance in the prior period and consequently, the expected credit loss (ECL) allowance in respect of the Truworths Africa accounts portfolio decreased to 19.7% of gross trade receivables in the current period (Dec 2022: 20.7%). Refer to Account Management on the next page for further information.

Management remains committed to rigorous expense control in the current uncertain trading environment.

Profit before finance costs and tax

Group profit before finance costs and tax increased 7.6% to R2.9 billion (Dec 2022: R2.7 billion). The operating margin decreased to 24.5% from 24.7% in the prior period.

Interest income increased 33.9% to R664 million (Dec 2022: R496 million) as a consequence of higher interest rates and the growth in the trade receivables portfolio.

Finance costs

Finance costs increased by 36.7% to R216 million (Dec 2022: R158 million), due to higher borrowing levels together with higher interest rates in the Truworths Africa segment to fund working capital requirements, as well as an increase in IFRS 16 finance costs due to new and renewed leases.

Earnings

Both headline earnings per share (HEPS) and diluted HEPS (DHEPS) for the current period increased by 3.6% to 512.6 cents and 504.8 cents, respectively, compared to the prior period's 494.6 cents and 487.4 cents, respectively.

Dividend

An interim gross cash dividend of 332 cents per share has been declared (Dec 2022: 320 cents per share), maintaining the dividend cover at 1.5 times.

FINANCIAL POSITION

The Group's financial position remains strong with net asset value per share increasing by 19.1% to 2 347 cents (Dec 2022: 1 970 cents).

Property, plant and equipment increased by 23.1% to R2.3 billion (Dec 2022: R1.9 billion), mainly as a consequence of capital expenditure incurred in respect of the new Truworths Africa distribution centre that is currently in the fit-out stage and due to be commissioned in January 2025.

Right-of-use assets increased by 21.8% to R3.6 billion (Dec 2022: R3.0 billion) due to new leases concluded, lease renewals and modifications (in terms of IFRS 16), and the reversal of previously recognised right-of-use asset impairments.

Inventories decreased by 1.5% to R2.1 billion and the Group's inventory turn was 5.2 times (Dec 2022: 4.8 times). Truworths Africa's gross inventory and inventory turn was unchanged at R1.7 billion and 4.9 times respectively. In Office, gross inventory decreased by 12.2% to £35.7 million (Dec 2022: £40.7 million) and inventory turn (measured in Sterling) increased to 6.0 times (Dec 2022: 4.5 times).

Refer to Account Management below for further information in relation to the Group's trade receivables.

ACCOUNT MANAGEMENT

The South African credit landscape remains under pressure due to high interest rates, pressure on consumers' disposable income and the weak macroeconomic environment. The TransUnion Consumer Credit Index measures the health of credit consumers in South Africa. The index remains below the breakeven point of 50, which indicates that the credit environment continues to deteriorate. However, the index has improved from 39 points in the second quarter to 47 points in the fourth quarter of the 2023 calendar year, a positive trend indicating a slowdown in the rate of deterioration.

Gross trade receivables (relating to the Truworths, Identity and YDE businesses) increased by 1.6% to R7.2 billion (Dec 2022: R7.1 billion). The number of active credit accounts increased by 4.6% to 2.9 million relative to the prior period end, reflecting the enticing nature of the Group's account and merchandise offering. Active account holders able to purchase and overdue balances to gross trade receivables were at 83% (Dec 2022: 84%) and 12% (Dec 2022: 11%), respectively. The number of active account holders able to purchase increased by 3.4% to 2.4 million (Dec 2022: 2.3 million).

The ECL allowance in respect of the Truworths Africa accounts portfolio decreased to 19.7% of gross trade receivables (Dec 2022: 20.7%) as non-performing accounts rolled through into write-off.

Truworths Africa uses accounts as an enabler of merchandise sales to customers in the mainstream middle-income market, as opposed to operating a financial services business which management views as a distraction from the essence of the retail business. No fees such as initiation fees, club fees, or magazine fees are charged to customers, except

COMMENTARY continued

for a small annual account service fee. Financial services income constitutes only 0.5% (Dec 2022: 0.5%) of total revenue. Refer to note 4 for further information.

CAPITAL MANAGEMENT

The Group remains highly cash generative. During the current period, the Group generated cash from operations of R2.7 billion (Dec 2022: R1.7 billion), which was partially used to fund dividend payments (R935 million) and capital expenditure (R426 million).

The Group utilised a further R96 million of the 'green loan' facility concluded in December 2022 for construction of the new Truworths Africa distribution centre.

Group net debt decreased from R854 million at the prior period end to R124 million at the current period end. Net debt to equity and net debt to EBITDA decreased to 1.4% (Dec 2022: 11.8%) and 0.0 times (Dec 2022: 0.1 times), respectively. The cash realisation rate which is a measure of how profits are converted into cash, was 93% for the current period (Dec 2022: 56%).

OUTLOOK

Group

Group retail sales for the first seven weeks of the second half of the 2024 financial period increased by 3.8% relative to the corresponding period of the 2023 financial period, with account sales decreasing by 0.6% and cash sales increasing by 8.2%.

South Africa: Truworths

The Group is cautiously optimistic on the medium-term prospects for the South African economy. Consumer spending and credit health will benefit from lower inflation and declining interest rates, which are expected to reduce from the second half of the 2024 calendar year.

Management continues to focus on the appeal of the Group's merchandise and account offering to its approximately three million active account customers, while applying consistent credit granting criteria to maintain the quality of the account portfolio. Sales growth will be supported by refining the retail concepts launched in recent years, an intensified focus on unlocking opportunities by elevating and differentiating our product to enhance aspirational appeal, investing in the omni-channel customer experience and driving online sales.

Sustained pressure on the discretionary spending of South Africans, electricity load shedding, ongoing port congestion and international shipping disruption remain risks to the trading performance in the second half of the financial year. Global shipping disruption has also affected the delivery of imported merchandise for the first half of the winter season (January to March 2024) and, while impossible to predict, the Group is preparing for the possibility that this could continue for some time. Merchandise teams are able to partially mitigate this risk through the early delivery of certain categories of product and the ability to increase local production using stock fabric through our design centres and local suppliers.

Truworths' retail sales for the first seven weeks of the second half of the 2024 financial period decreased by 0.5% relative to the corresponding seven weeks of the second half of the 2023 financial period. Trading space is planned to increase by approximately 1% for the 2024 financial period.

United Kingdom: Office

Current indicators show that interest rates and inflation are expected to decline in the 2024 calendar year, which should benefit UK consumer disposable income. Office will continue to capitalise on the strength of its global brand relationships, loyal customer base and well-established omni-channel offering.

Growth will be supported by Office's store expansion and modernisation programme, with the planned opening of three new stores and the renovation and extension of seven existing stores in the second half of the 2024 financial period. Trading space is projected to increase by 12% for the 2024 financial period.

Office's retail sales for the first seven weeks of the second half of the 2024 financial period increased by 1.3% in Sterling terms relative to the corresponding seven weeks of the second half of the 2023 financial period.

H Saven
Chairman

MS Mark
Chief Executive Officer

Cape Town
29 February 2024

INTERIM CASH DIVIDEND

The directors of the company have resolved to declare an interim gross cash dividend from retained earnings in respect of the 26-week period ended 31 December 2023 in the amount of 332 South African cents (Dec 2022: 320 South African cents) per ordinary share to shareholders reflected in the company's register on the record date, being Friday, 22 March 2024.

The last day to trade in the company's shares *cum* dividend is Monday, 18 March 2024. Consequently, no dematerialisation or rematerialisation of the company's shares may take place over the period from Tuesday, 19 March 2024 to Friday, 22 March 2024, both days inclusive. Trading in the company's shares *ex* dividend will commence on Tuesday, 19 March 2024. The dividend is scheduled to be paid in South African Rand (ZAR) on Monday, 25 March 2024.

Dividends will be paid net of dividends tax (currently 20%), to be withheld and paid to the South African Revenue Service. Such tax must be withheld unless beneficial owners of the dividend have provided the necessary documentary proof to the relevant regulated intermediary (being a broker, CSD participant, nominee company or the company's transfer secretaries Computershare Investor Services (Pty) Ltd, Private Bag X9000, Saxonwold, 2132, South Africa) that they are exempt therefrom, or entitled to a reduced rate, as a result of a double taxation agreement between South Africa and the country of tax domicile of such owner.

The withholding tax, if applicable at the rate of 20%, will result in an interim net cash dividend per ordinary share of 265.6 South African cents. The company has 408 498 899 ordinary shares in issue as at the date of these summarised Group interim results. The dividend in respect of 26 706 205 of these shares (at the date of this announcement) held by Group subsidiaries as treasury shares for their own account will flow back into the Group. In accordance with the company's memorandum of incorporation the dividend will only be paid by electronic funds transfer, and no cheque payments will be made. Accordingly, shareholders who have not yet provided their bank account details should do so to the company's transfer secretaries.

The directors have determined that gross dividends amounting to less than 2 000 South African cents, due to any one shareholder of the company's shares held in certificated form, will not be paid, unless otherwise requested in writing, but the net amount thereof will be aggregated with other such net amounts and donated to a charity to be nominated by the directors of the company.

By order of the board.

C Durham
Company Secretary

Cape Town
29 February 2024

One Capital
JSE Sponsor

Merchantec Capital
NSX Sponsor

CONDENSED GROUP STATEMENTS OF FINANCIAL POSITION

	Note	at 31 Dec 2023 Unaudited Rm	at 1 Jan 2023 Unaudited Rm	at 2 Jul 2023 Audited Rm
ASSETS				
Non-current assets		**7 134**	6 032	6 716
Property, plant and equipment		**2 297**	1 866	2 069
Right-of-use-assets	7	**3 617**	2 969	3 329
Intangible assets		**563**	549	590
Goodwill		**294**	294	294
Loans and receivables		**40**	39	77
Assets held at fair value		**33**	26	36
Deferred tax		**290**	289	321
Current assets		**10 489**	9 478	9 417
Inventories		**2 088**	2 119	2 244
Trade and other receivables	8	**6 011**	5 937	5 546
Derivative financial assets		**–**	–	28
Loans and receivables		**–**	54	–
Prepayments		**191**	174	137
Cash and cash equivalents		**2 199**	1 194	1 462
Total assets		**17 623**	15 510	16 133
EQUITY AND LIABILITIES				
Total equity		**8 713**	7 262	7 654
Share capital*	9	**–**	–	–
Treasury shares	10	**(1 988)**	(2 113)	(2 066)
Retained earnings		**10 433**	9 194	9 393
Non-distributable reserves		**268**	181	327
Non-current liabilities		**3 521**	2 867	3 237
Lease liabilities		**3 021**	2 531	2 827
Interest-bearing borrowings	11	**265**	130	169
Provisions		**158**	138	166
Post-retirement medical benefit obligation		**30**	39	27
Put option liability		**29**	6	30
Leave pay obligation		**18**	17	18
Derivative financial liabilities		**–**	6	–
Current liabilities		**5 389**	5 381	5 242
Trade and other payables		**1 703**	1 912	1 591
Interest-bearing borrowings	11	**1 209**	1 206	1 208
Lease liabilities		**1 096**	1 061	1 019
Bank overdraft		**849**	712	935
Provisions		**220**	235	267
Put option liability		**19**	28	20
Derivative financial liabilities		**13**	30	–
Tax payable		**280**	197	202
Total liabilities		**8 910**	8 248	8 479
Total equity and liabilities		**17 623**	15 510	16 133
Number of shares in issue (net of treasury shares)	(millions)	**371.3**	368.6	369.3
Net asset value per share	(cents)	**2 347**	1 970	2 073

* Zero due to rounding.

CONDENSED GROUP STATEMENTS OF COMPREHENSIVE INCOME

	Note	**26 weeks to 31 Dec 2023 Unaudited Rm**	26 weeks to 1 Jan 2023 Unaudited Rm	change %	52 weeks to 2 Jul 2023 Audited Rm
Revenue	4	**12 753**	11 725	8.8	21 992
Sale of merchandise	4	**11 774**	10 851	8.5	19 894
Cost of sales		**(5 461)**	(5 043)		(9 445)
Gross profit		**6 313**	5 808	8.7	10 449
Other income	4	**304**	371		939
Trading expenses		**(4 405)**	(4 000)	10.1	(7 772)
Depreciation and amortisation		**(718)**	(641)		(1 359)
Employment costs		**(1 361)**	(1 206)		(2 489)
Occupancy costs		**(556)**	(517)		(961)
Trade receivable costs*		**(873)**	(802)		(1 283)
Expected credit loss allowance raised	8	**(819)**	(731)		(959)
Other trade receivable costs		**(54)**	(71)		(324)
Other operating costs		**(897)**	(834)		(1 680)
Trading profit		**2 212**	2 179	1.5	3 616
Interest income	4	**664**	496	33.9	1 143
Dividend income	4	**11**	7		16
Profit before finance costs and tax		**2 887**	2 682	7.6	4 775
Finance costs		**(216)**	(158)	36.7	(378)
Profit before tax		**2 671**	2 524	5.8	4 397
Tax expense		**(697)**	(639)		(1 109)
Profit for the period		**1 974**	1 885	4.7	3 288
Attributable to:					
Equity holders of the company		**1 968**	1 876		3 275
Holders of the non-controlling interest		**6**	9		13
Other comprehensive (loss)/income to be reclassified to profit or loss in subsequent periods		**(39)**	23		181
Movement in foreign currency translation reserve		**(39)**	23		181
Other comprehensive income not to be reclassified to profit or loss in subsequent periods		**–**	–		17
Fair value adjustment on assets held at fair value through other comprehensive income		**–**	–		5
Re-measurement gains on defined benefit plans		**–**	–		12
Other comprehensive (loss)/income for the period, net of tax		**(39)**	23		198
Attributable to:					
Equity holders of the company		**(38)**	22		190
Holders of the non-controlling interest		**(1)**	1		8
Total comprehensive income for the period		**1 935**	1 908		3 486
Attributable to:					
Equity holders of the company		**1 930**	1 898		3 465
Holders of the non-controlling interest		**5**	10		21
Basic earnings per share	(cents)	**531.5**	509.5	4.3	888.5
Diluted basic earnings per share	(cents)	**523.4**	502.1	4.3	876.4

* Trade receivable costs have been disaggregated to present the expected credit loss allowance raised and other trade receivable costs separately on the face of the statement of comprehensive income. Prior period presentation has been adjusted accordingly.

CONDENSED GROUP STATEMENTS OF CHANGES IN EQUITY

Dec 2023	Share capital Rm	Treasury shares Rm	Retained earnings Rm	Non-distributable reserves Rm	Equity holders of the company Rm	Holders of the non-controlling interest Rm	Total equity Rm
Balance at the beginning of the period	**–***	**(2 066)**	**9 393**	**327**	**7 654**	**–**	**7 654**
Total comprehensive income for the period	**–**	**–**	**1 968**	**(38)**	**1 930**	**5**	**1 935**
Profit for the period	**–**	**–**	**1 968**	**–**	**1 968**	**6**	**1 974**
Other comprehensive loss for the period	**–**	**–**	**–**	**(38)**	**(38)**	**(1)**	**(39)**
Dividend declared	**–**	**–**	**(935)**	**–**	**(935)**	**–**	**(935)**
Cost of shares vested and transferred to participants in terms of the 2012 restricted share scheme	**–**	**78**	**–**	**(78)**	**–**	**–**	**–**
Share options and appreciation rights expired	**–**	**–**	**7**	**(7)**	**–**	**–**	**–**
Share-based payments	**–**	**–**	**–**	**57**	**57**	**–**	**57**
Movement in put option liability	**–**	**–**	**–**	**7**	**7**	**(5)**	**2**
Balance at 31 December 2023	**–***	**(1 988)**	**10 433**	**268**	**8 713**	**–**	**8 713**
Dec 2022							
Balance at the beginning of the period	–*	(2 186)	8 144	148	6 106	–	6 106
Total comprehensive income for the period	–	–	1 876	22	1 898	10	1 908
Profit for the period	–	–	1 876	–	1 876	9	1 885
Other comprehensive income for the period	–	–	–	22	22	1	23
Dividend declared	–	–	(777)	–	(777)	–	(777)
Shares repurchased	–	(28)	–	–	(28)	–	(28)
Shares cancelled	–*	49	(49)	–	–	–	–
Cost of shares vested and transferred to participants in terms of the 2012 restricted share scheme	–	52	–	(52)	–	–	–
Share-based payments	–	–	–	53	53	–	53
Acquisition of non-controlling interest	–	–	–	–	–	(5)	(5)
Movement in put option liability	–	–	–	10	10	(5)	5
Balance at 1 January 2023	–*	(2 113)	9 194	181	7 262	–	7 262

* Zero due to rounding.

CONDENSED GROUP STATEMENTS OF CASH FLOWS

	Note	**26 weeks to 31 Dec 2023 Unaudited Rm**	26 weeks to 1 Jan 2023 Unaudited Rm	52 weeks to 2 Jul 2023 Audited Rm
CASH FLOWS FROM OPERATING ACTIVITIES				
Cash flow from profit before tax		**2 943**	2 835	5 038
Working capital movements	12	**(270)**	(1 183)	(1 227)
Cash generated from operations		**2 673**	1 652	3 811
Interest received		**658**	497	1 139
Dividends received		**11**	7	16
Finance costs paid		**(213)**	(153)	(370)
Capitalised finance costs paid		**(8)**	–	(6)
Tax paid		**(585)**	(547)	(1 068)
Cash inflow from operations		**2 536**	1 456	3 522
Dividends paid		**(935)**	(777)	(1 989)
Net cash from operating activities		**1 601**	679	1 533
CASH FLOWS FROM INVESTING ACTIVITIES				
Acquisition of plant and equipment to expand operations		**(374)**	(294)	(599)
Acquisition of plant and equipment to maintain operations		**(43)**	(73)	(79)
Acquisition of computer software		**(9)**	(24)	(39)
Loans advanced		**(1)**	(19)	(19)
Premiums paid to insurance cell		**(1)**	–	(14)
Amounts received from insurance cell		**4**	6	8
Proceeds from disposal of mutual fund units		**1**	1	2
Loans and receivables repaid		**47**	3	13
Net cash used in investing activities		**(376)**	(400)	(727)
CASH FLOWS FROM FINANCING ACTIVITIES				
Shares repurchased by subsidiaries and the company	10	**–**	(28)	(28)
Borrowings incurred	11	**596**	630	669
Borrowings repaid	11	**(500)**	–	–
Lease liability payments		**(452)**	(562)	(1 254)
Acquisition of non-controlling interest		**–**	(5)	(46)
Net cash (used in)/from financing activities		**(356)**	35	(659)
Net increase in cash and cash equivalents		**869**	314	147
Net cash and cash equivalents at the beginning of the period		**527**	138	138
Net foreign exchange difference		**(46)**	30	242
NET CASH AND CASH EQUIVALENTS AT THE REPORTING DATE		**1 350**	482	527

SELECTED EXPLANATORY NOTES

1 STATEMENT OF COMPLIANCE

The unaudited condensed Group interim financial statements for the 26-week period ended 31 December 2023 (interim report) have been prepared in compliance with, and contain the information required by, the International Financial Reporting Standards (IFRS), specifically IAS 34: Interim Financial Reporting, the SAICA Financial Reporting Guides as issued by the Accounting Practices Committee, Financial Pronouncements as issued by the Financial Reporting Standards Council, the Companies Act (71 of 2008, as amended) of South Africa and the Listings Requirements of the JSE.

The interim report does 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 for the 52-week period ended 2 July 2023. Selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Group's financial position and performance since the last annual financial statements.

The information contained in the interim report has neither been audited nor reviewed by the Group's external auditors. The interim report has been prepared under the supervision of Mr EFPM Cristaudo, the Chief Financial Officer of the Group.

2 BASIS OF PREPARATION

The interim report has been prepared in accordance with the going concern and historical cost bases, unless otherwise indicated. The accounting policies are applied consistently throughout the Group. The presentation and functional currency used in the preparation of the interim report is the South African Rand (ZAR or rand) and all amounts are rounded to the nearest million, except where otherwise indicated.

3 ACCOUNTING POLICIES AND METHODS OF COMPUTATION

3.1 The accounting policies and methods of computation applied in the preparation of the interim report are in accordance with IFRS and are consistent with those applied in the preparation of the Group's annual financial statements for the 52-week prior period ended 2 July 2023.

3.2 New and amended IFRS and International Financial Reporting Interpretations Committee (IFRIC) interpretations

Various new and amended IFRS and IFRIC interpretations that have been issued are effective in the reporting period but do not have a material impact on the Group's activities.

3.3 IFRS, amendments and IFRIC interpretations issued but not yet effective

Various IFRS amendments and IFRIC interpretations that have been issued but are not yet effective have been considered by the Group, and it was determined that they are either not applicable to the Group or will not have a material impact on the Group's financial reporting.

3.4 Basis of consolidation of financial results

The condensed Group interim financial statements comprise the consolidated interim financial statements of the company and its subsidiaries, and are prepared using uniform accounting policies for like transactions and other events in similar circumstances.

SELECTED EXPLANATORY NOTES continued

	26 weeks to 31 Dec 2023 Unaudited Rm	26 weeks to 1 Jan 2023 Unaudited Rm	change %	52 weeks to 2 Jul 2023 Audited Rm
4 REVENUE				
Sale of merchandise	**11 774**	10 851	8.5	19 894
Retail sales	**12 191**	11 270		20 627
Variable consideration adjustments*	**(473)**	(465)		(834)
Delivery fee income	**55**	35		76
Wholesale sales	**1**	11		25
Interest income	**664**	496	33.9	1 143
Trade receivables interest	**620**	485		1 107
Investment and other interest	**44**	11		36
Other income	**304**	371	(18.1)	939
Reversal of previously recognised IFRS 16 impairment losses	**96**	112		160
Reversal of previously recognised property, plant and equipment impairment losses	**–**	–		14
Commission income	**94**	94		184
Financial services income	**69**	58		111
Display fees	**25**	24		49
Gain on IFRS 16 re-measurements and modifications	**8**	21		39
Lease rental income	**5**	3		10
Variable lease rental income	**4**	2		5
Tax dispute settled**	**–**	–		254
Insurance recoveries^	**–**	53		85
Foreign exchange gains	**–**	–		19
Other	**3**	4		9
Dividend income from insurance business arrangements	**11**	7		16
Total revenue	**12 753**	11 725	8.8	21 992

* Variable consideration adjustments made in terms of IFRS and generally accepted accounting practice relate to promotional vouchers, staff discounts on merchandise purchased, cellular retail sales, the sales returns provision and notional interest on non-interest-bearing trade receivables. Notional interest represents a significant financing component in accordance with IFRS 15. The Group recognised notional interest of R84 million (Dec 2022: R70 million) as a reduction to sale of merchandise.

** A longstanding indirect tax matter was settled with the South African Revenue Service (SARS) in the 2023 financial period, resulting in previous adverse assessments that had been issued in the 2022 financial period being reduced by R109 million (including the reversal of interest charged of R37 million), as well as the release of accruals in respect of this matter amounting to R145 million that had been accumulated since the 2008 financial period. Please refer to the Group's 2023 Audited Annual Financial Statements for further information.

^ The insurance recoveries in the prior period relate mainly to the civil unrest in South Africa during July 2021.

		26 weeks to 31 Dec 2023 Unaudited Rm	26 weeks to 1 Jan 2023 Unaudited Rm	change %	52 weeks to 2 Jul 2023 Audited Rm
5 RECONCILIATION OF PROFIT FOR THE PERIOD TO HEADLINE EARNINGS					
Profit for the period, attributable to equity holders of the company		**1 968**	1 876	4.9	3 275
Adjusted for:					
Net impairment reversal in respect of right-of-use assets		**(95)**	(71)		(63)
Tax on net impairment reversal in respect of right-of-use assets		**24**	13		12
Loss on write-off or disposal of plant and equipment		**1**	4		8
Tax on loss on write-off or disposal of plant and equipment		**–**	(1)		(2)
Net impairment reversal in respect of property, plant and equipment		**–**	–		(14)
Tax on net impairment reversal in respect of property, plant and equipment		**–**	–		3
Headline earnings		**1 898**	1 821	4.2	3 219
Headline earnings per share	(cents)	**512.6**	494.6	3.6	873.3
Diluted headline earnings per share	(cents)	**504.8**	487.4	3.6	861.4
Weighted average number of shares	(millions)	**370.3**	368.2		368.6
Diluted weighted average number of shares	(millions)	**376.0**	373.6		373.7

SELECTED EXPLANATORY NOTES continued

		26 weeks to 31 Dec 2023 Cents	26 weeks to 1 Jan 2023 Cents
6	**DIVIDENDS PER SHARE**		
	Cash interim – payable/paid in March	**332**	320

		at 31 Dec 2023 Unaudited Rm	at 1 Jan 2023 Unaudited Rm	at 2 Jul 2023 Audited Rm
7	**RIGHT-OF-USE ASSETS**			
	Balance at the beginning of the reporting period, net of accumulated depreciation and impairment	**3 329**	2 594	2 594
	Comprising of:			
	Buildings	**3 253**	2 594	2 594
	Land	**76**	–	–
	Additions in respect of new or renewed leases^	**571**	486	970
	Lease modifications, re-measurements and lease terminations	**183**	266	648
	Depreciation	**(539)**	(464)	(987)
	Buildings	**(539)**	(464)	(987)
	Land	**–***	–*	–*
	Impairment of right-of-use assets	**–**	(40)	(95)
	Truworths Africa segment	**–**	–	(27)
	Office segment	**–**	(40)	(68)
	Reversal of previously recognised right-of-use asset impairments	**96**	112	160
	Truworths Africa segment	**–**	–	5
	Office segment	**96**	112	155
	Other adjustments	**–**	3	–
	Movement in exchange rates through other comprehensive income	**(23)**	12	39
	Balance at the reporting date, net of accumulated depreciation and impairment	**3 617**	2 969	3 329
	Comprising of:			
	Buildings	**3 541**	2 892	3 253
	Land	**76**	77	76

^ Additions in the current period include the lease in respect of the 50% share of the new Truworths Africa distribution centre (DC) owned by the joint operator, King Air Industria.

* Zero due to rounding.

7 RIGHT-OF-USE ASSETS continued

Impairment testing of right-of-use assets

Right-of-use assets are tested for impairment, or reversal of previously recognised impairment losses, annually or whenever events or changes in circumstances indicate that the carrying amount may not be recoverable (such as a store becoming loss-making), or the recoverable amount may exceed the carrying amount (such as a loss-making store becoming profitable). The decision to reverse impairment losses recognised in prior periods takes into consideration internal and external qualitative and quantitative factors.

Management relies on a number of internal and external indicators to determine which right-of-use assets to assess for impairment, or reversal of previously recognised impairment losses. The main internal indicator relates to the profitability of the right-of-use asset or the cash-generating unit to which it has been assigned. Based on the trading performance of and other prevailing conditions in the Truworths Africa segment, management concluded that there are no indicators of impairment (or reversal) as current trading performance tracks the forecasts prepared by management in June 2023. In respect of the Office segment, however, stores continued to outperform the forecasts prepared by management in June 2023 which prompted an assessment to determine if any previously recognised impairment losses should be reversed.

The recoverable amount of the cash-generating units to which the right-of-use assets belong has been determined based on their value in use using the discounted cash flow approach. Cash flow projections, covering the remaining lease period, were based on historical information, financial budgets and forecasts approved by senior management. The resulting impairments or reversal of previously recognised impairment losses are recognised in other operating costs or other income respectively.

The value in use of cash-generating units to which the right-of-use assets have been assigned is most sensitive to the following key assumptions:

- Sales growth rate;
- Gross profit margin;
- Head office cost allocation;
- Working capital requirements; and
- The discount rate applied in determining the present value of future cash flows.

Assumptions applied		**at 31 Dec 2023 Unaudited**	at 1 Jan 2023 Unaudited
Office			
Discount rate applied to projected cash flows	(%)	**14.5**	14.7
Discount rate calculated using the following variables:			
Risk-free rate, based on the annualised yield of a UK government issued bond with a maturity of 10 years	(%)	**3.9**	3.4
Market risk premium	(% points)	**6.0**	6.0
Beta value	(:1)	**1.1**	0.9

SELECTED EXPLANATORY NOTES continued

			at 31 Dec 2023 Unaudited Rm	at 1 Jan 2023 Unaudited Rm	at 2 Jul 2023 Audited Rm
8	**TRADE AND OTHER RECEIVABLES**				
	Gross trade receivables		**7 183**	7 069	6 562
	Expected credit loss allowance		**(1 416)**	(1 461)	(1 350)
	Net trade receivables		**5 767**	5 608	5 212
	Other receivables		**244**	329	334
	Trade and other receivables at the reporting date		**6 011**	5 937	5 546
	Interest-bearing debtors to trade receivables	(%)	**76**	76	79
	Net bad debt* to gross trade receivables	(%)	**20.4**	13.4	14.8
	Expected credit loss allowance to trade receivables	(%)	**19.7**	20.7	20.6
	Expected credit loss allowance				
	Balance at the beginning of the reporting period		**1 350**	1 229	1 229
	Movement for the period		**66**	232	121
	Allowance utilised		**(753)**	(499)	(838)
	Allowance raised		**819**	731	959
	Balance at the reporting date		**1 416**	1 461	1 350

* The net of gross bad debt, bad debt recovered and debt sold. Ratios for December have been annualised.

At the reporting date, the expected credit loss (ECL) allowance as a percentage of gross trade receivables decreased from 20.6% at June 2023 to 19.7% (Dec 2022: decreased from 20.9% at June 2022 to 20.7%) of gross trade receivables.

The measurement of ECL in respect of the Group's trade receivables considers the probability and the expected timing of write-off and the Group's anticipated exposure at the time of write-off as well as the loss resulting from the write-off. The calculation of ECLs incorporates forward-looking variables, which include the following:

- an economic overlay model, developed using linear regressions to model the relationship between historic lagged and future macroeconomic indicators and ECL provisions;
- the potential impact of industry-specific challenges, including changes in the regulatory environment as well as the anticipated impact of macro factors; and
- expert management judgement.

Various forward-looking scenarios were probability weighted based on management's best estimate of their relative likelihood of occurrence to determine the ECL allowance in the current reporting period. This process involves expert judgement and is governed by a formally mandated committee appointed by the board of the Group's wholly owned subsidiary and licensed credit provider, Truworths Ltd.

The decrease in the ECL allowance percentage is due to non-performing accounts rolling into write-off and reflects the impact of the considerations listed above.

After due consideration of all the facts and consultation with the Group's external specialist consultants, the directors consider the carrying amount of trade and other receivables to approximate fair value and that no further allowance in excess of the ECL allowance is required.

	at 31 Dec 2023 Unaudited R'000	at 1 Jan 2023 Unaudited R'000	at 2 Jul 2023 Audited R'000
9 SHARE CAPITAL			
Ordinary share capital			
Authorised			
650 000 000 (Dec 2022: 650 000 000) ordinary shares of 0.015 cent each	**98**	98	98
Issued and fully paid			
408 498 899 (Dec 2022: 408 498 899) ordinary shares of 0.015 cent each	**61**	61	61

The company has one class of ordinary shares which carry no rights to fixed income.

The holders of ordinary shares are entitled to receive dividends as declared from time-to-time and are entitled to one vote per share at meetings of the company's shareholders.

	Number of shares 000's	Number of shares 000's	Number of shares 000's
Reconciliation of movement in issued shares			
Balance at the beginning of the reporting period	**408 499**	409 456	409 456
Shares cancelled during the period	**–**	(957)	(957)
Balance at the reporting date	**408 499**	408 499	408 499
Treasury shares held by subsidiaries	**(37 161)**	(39 879)	(39 196)
Number of shares in issue (net of treasury shares)	**371 338**	368 620	369 303
Treasury shares as a % of the issued shares at the reporting date	**9.1**	9.8	9.6

During the current period no shares were repurchased, cancelled and delisted from the JSE, A2X and NSX. During the prior period, 556 655 shares were repurchased, cancelled and delisted at an average price per share of R49.85, for an aggregate nominal value of R83 and an aggregate premium of R27 748 987. In addition, a further 400 000 shares, which were repurchased during the 2022 financial period, were cancelled and delisted during the prior period at an average price of R51.82, for an aggregate nominal value of R144 and an aggregate premium of R20 726 912. Refer to note 10 for further information.

SELECTED EXPLANATORY NOTES continued

		at 31 Dec 2023 Unaudited Rm	at 1 Jan 2023 Unaudited Rm	at 2 Jul 2023 Audited Rm
10	**TREASURY SHARES**			
	Balance at the beginning of the reporting period	**2 066**	2 186	2 186
	Shares repurchased by the company	**–**	28	28
	Shares cancelled by the company	**–**	(49)	(49)
	Shares vested and transferred to participants in terms of the 2012 restricted share scheme	**(78)**	(52)	(99)
	Balance at the reporting date	**1 988**	2 113	2 066

Shares repurchased by the company are periodically cancelled and delisted.

		at 31 Dec 2023 Unaudited Rm	at 1 Jan 2023 Unaudited Rm	at 2 Jul 2023 Audited Rm
11	**INTEREST-BEARING BORROWINGS**			
	Balance at the beginning of the reporting period	**1 377**	702	702
	Non-current interest-bearing borrowings	**169**	–	–
	Current interest-bearing borrowings	**1 208**	702	702
	Borrowings incurred	**596**	630	669
	Borrowings repaid	**(500)**	–	–
	Finance costs incurred	**75**	36	95
	Finance costs paid	**(74)**	(32)	(89)
	Balance at the reporting date	**1 474**	1 336	1 377
	Non-current interest-bearing borrowings	**265**	130	169
	Current interest-bearing borrowings	**1 209**	1 206	1 208
	Comprising of:			
	SA Rand-based interest-bearing borrowings	**1 465**	1 330	1 369
	Unsecured, variable-rate revolving credit facility	**1 200**	1 200	1 200
	Unsecured, variable rate term loan (green loan)	**265**	130	169
	Accrued interest on interest-bearing borrowings	**9**	6	8
	Balance at the reporting date	**1 474**	1 336	1 377

11 INTEREST-BEARING BORROWINGS continued

The SA Rand-based interest-bearing borrowings comprise of an unsecured variable-rate 12-month notice revolving credit facility (RCF) of R1.2 billion advanced to the Truworths Africa segment's main operating subsidiary, Truworths Ltd, and an unsecured variable-rate R350 million term loan (green loan) advanced to the Truworths Africa segment's real estate investment company holding the investment in the segment's new distribution centre.

The RCF bears interest at a margin of 1.30 (Dec 2022: 1.30) percentage points above the three-month Johannesburg Interbank Rate (JIBAR) and requires drawdowns and interest to be repaid at the end of each quarterly interest period. The facility expires 12 months after notice is given by the lender. The three-month JIBAR applicable at the reporting date was 8.4% p.a. (Dec 2022: 7.2% p.a.). At the period end this facility was fully drawn (Dec 2022: fully drawn).

The green loan was concluded in December 2022 to fund the Group's share of the land and construction costs of the Truworths Africa segment's new distribution centre. It has a three-year tenor with availability step-up over a 15-month period during the construction phase of the distribution centre, and is repayable in December 2025. This facility bears interest at a margin of 1.38 percentage points above the three-month JIBAR. The three-month JIBAR applicable at the reporting date was 8.4% p.a. (Dec 2022: 7.2% p.a.). At the period end R265 million (Dec 2022: R130 million) had been drawn against this facility.

Until December 2023, the Group's UK resident and managed subsidiary, Truworths UK Holdco 2 Ltd, also had a UK Sterling-based unsecured variable-rate RCF of £20 million. This facility was guaranteed by the company and its subsidiary, Truworths Ltd. There were no drawdowns against this facility in the current or prior period. The facility expired during December 2023 and no further extension was deemed necessary due to the Office segment's strong liquidity position.

In addition to the facilities set out above, the Group also has a SA Rand-based general short-term banking (overdraft) facility of R2 billion, of which R300 million is committed and R1.7 billion is uncommitted (Dec 2022: R2 billion, of which R300 million is committed and R1.7 billion is uncommitted). At December 2023, R849 million (Dec 2022: R712 million) of this facility was utilised.

The SA Rand-based RCF and green loan are subject to a single set of bank covenants and are measured against the results of the Group, excluding the Office segment. The covenants measure leverage (net debt to EBITDA) and interest cover. The Group met all the bank covenants relating to these interest-bearing borrowings during the period, with significant headroom in the covenant thresholds.

The amortised cost of borrowings approximates fair value.

SELECTED EXPLANATORY NOTES continued

			26 weeks to 31 Dec 2023 Unaudited Rm	26 weeks to 1 Jan 2023 Unaudited Rm	52 weeks to 2 Jul 2023 Audited Rm
12	**WORKING CAPITAL MOVEMENTS**				
	Decrease/(increase) in inventories		**133**	(263)	(298)
	Increase in trade and other receivables and prepayments		**(518)**	(1 105)	(626)
	Increase/(decrease) in trade and other payables and provisions		**115**	185	(303)
	Cash outflow		**(270)**	(1 183)	(1 227)
13	**KEY PERFORMANCE METRICS**				
	Ratios				
	Return on equity^	(%)	**48**	56	48
	Return on assets^	(%)	**33**	35	30
	Inventory turn^	(times)	**5.2**	4.8	4.2
	Asset turnover^	(times)	**1.3**	1.4	1.2
	Net debt to equity	(%)	**1.4**	11.8	11.1
	Net debt to EBITDA^	(times)	**0.0**	0.1	0.1
	Cash flow per share	(cents)	**685**	395	956
	Cash equivalent earnings per share	(cents)	**738**	706	1 286
	Cash realisation rate	(%)	**93**	56	74

^ Ratios for December have been annualised.

14 FAIR VALUE OF FINANCIAL INSTRUMENTS

Financial instruments measured at fair value comprises the same instruments as disclosed in the Group's annual financial statements for the 52-week period ended 2 July 2023. Such financial instruments include assets held at fair value (comprising investments in mutual fund units, an unlisted business, the Group's short-term insurance cell captive and a personal lines insurance business arrangement), secured loans to share scheme participants, call options over shares held by non-controlling interests and forward exchange contracts. These financial instruments are not material to the Group, either individually or in aggregate, and are categorised and measured as disclosed in the Group's annual financial statements for the 52-week period ended 2 July 2023. At the reporting date, there has been no material change in the fair value of these financial instruments or their fair value hierarchy since the previous reporting date.

15 SEGMENT REPORTING

The Group's reportable segments have been identified as the Truworths Africa and Office business units. The Truworths Africa business unit comprises all the retailing activities conducted by the Group in Africa through which the Group retails fashion apparel comprising clothing, footwear and other fashion products as well as homeware. Included in the Truworths Africa business unit is the YDE business unit which comprises the agency activities through which the Group retails clothing, footwear and related products on behalf of emerging South African designers. The Office business unit comprises the footwear retail activities conducted by the Group through stores, concession outlets, wholesale and an e-commerce channel in the United Kingdom and Republic of Ireland.

Management monitors the operating results of the business segments separately for the purpose of making decisions about resources to be allocated and for assessing performance. Segment performance is reported on an IFRS basis and evaluated based on revenue, EBITDA and profit before tax.

		Truworths Africa Rm	Office Rm	Consolidation entries Rm	Group Rm
Dec 2023					
Total revenue		8 815	3 958	(20)	12 753
Third party		8 797	3 956	–	12 753
Inter-segment		18	2	(20)	–
Trading expenses		3 377	1 046	(18)	4 405
Depreciation and amortisation		577	141	–	718
Employment costs		1 011	367	(17)	1 361
Occupancy costs		342	214	–	556
Trade receivable costs		873	–	–	873
Expected credit loss allowance raised		819	–	–	819
Other trade receivable costs		54	–	–	54
Other operating costs		574	324	(1)	897
Interest income		637	27	–	664
Finance costs		194	22	–	216
Profit for the period		1 314	660	–	1 974
Profit before tax		1 794	877	–	2 671
Tax expense		(480)	(217)	–	(697)
EBITDA		2 565	1 040	–	3 605
Segment assets		19 579	3 891	(5 847)*	17 623
Segment liabilities		6 947	1 974	(11)*	8 910
Capital expenditure		346	54	–	400
Other segmental information					
Gross margin	(%)	56.6	47.4		53.6
Trading margin	(%)	16.9	22.8		18.8
Operating margin	(%)	25.0	23.5		24.5
Inventory turn#	(times)	4.9	6.0		5.2
Account : cash sales mix	(%)	70:30	0:100		48:52

* Elimination of investment in Office as well as inter-segment assets and liabilities.
# Annualised.
^ Trade receivable costs have been disaggregated to present the ECL allowance raised and other trade receivable costs separately in the Segment report. Prior period presentation has been adjusted accordingly.

SELECTED EXPLANATORY NOTES continued

15 SEGMENT REPORTING continued

		Truworths Africa Rm	Office Rm	Consolidation entries Rm	Group Rm
Dec 2022					
Total revenue		8 738	2 995	(8)	11 725
Third party		8 731	2 994	–	11 725
Inter-segment		7	1	(8)	–
Trading expenses		3 182	825	(7)	4 000
Depreciation and amortisation		555	86	–	641
Employment costs		935	277	(6)	1 206
Occupancy costs		325	192	–	517
Trade receivable costs^		799	3	–	802
Expected credit loss allowance raised		731	–	–	731
Other trade receivable costs		68	3	–	71
Other operating costs		568	267	(1)	834
Interest income		494	2	–	496
Finance costs		146	12	–	158
Profit for the period		1 379	506	–	1 885
Profit before tax		1 897	627	–	2 524
Tax expense		(518)	(121)	–	(639)
EBITDA		2 598	725	–	3 323
Segment assets		13 586	2 715	(791)*	15 510
Segment liabilities		6 431	1 824	(7)*	8 248
Capital expenditure		345	19	–	364
Other segmental information					
Gross margin	(%)	56.0	46.6		53.5
Trading margin	(%)	19.3	22.2		20.1
Operating margin	(%)	25.6	22.3		24.7
Inventory turn#	(times)	4.9	4.5		4.8
Account: cash sales mix	(%)	70:30	0:100		52:48

* Elimination of investment in Office as well as inter-segment assets and liabilities.

\# Annualised.

^ Trade receivable costs have been disaggregated to present the ECL allowance raised and other trade receivable costs separately in the Segment report. Prior period presentation has been adjusted accordingly.

15 SEGMENT REPORTING continued

Third-party revenue	26 weeks to 31 Dec 2023 Rm	26 weeks to 31 Dec 2023 Contribution to revenue %	26 weeks to 1 Jan 2023 Rm	26 weeks to 1 Jan 2023 Contribution to revenue %
South Africa	**8 508**	**66.7**	8 452	72.1
United Kingdom	**3 743**	**29.4**	2 782	23.7
Republic of Ireland	**203**	**1.6**	130	1.1
Namibia	**99**	**0.8**	99	0.8
Botswana	**95**	**0.7**	90	0.8
Eswatini	**66**	**0.5**	62	0.5
Lesotho	**17**	**0.2**	17	0.2
Zambia	**12**	**0.1**	11	0.1
Rest of Europe	**5**	**–***	3	–*
Germany	**3**	**–***	76	0.7
United States	**1**	**–***	2	–*
Middle East, Asia and Australia	**1**	**–***	1	–*
Total third-party revenue	**12 753**	**100**	11 725	100

* Zero due to rounding.

16 CAPITAL COMMITMENTS

	at 31 Dec 2023 Unaudited Rm	at 1 Jan 2023 Unaudited Rm	at 2 Jul 2023 Audited Rm
Store renovation and development	**212**	86	378
Computer software and infrastructure	**67**	65	66
Land and buildings (excluding distribution facilities)	**3**	–	–
Distribution facilities	**19**	–	104
Head office refurbishment	**–**	3	4
Motor vehicles	**1**	3	3
Capital expenditure authorised but not contracted	**302**	157	555
Distribution facilities	**390**	647	472
Computer software and infrastructure	**20**	6	50
Capital expenditure authorised and contracted	**410**	653	522
Total capital commitments	**712**	810	1 077
To be incurred:			
In the next six months	**542**	339	
After more than six months	**170**	471	
In the next 12 months			895
After more than 12 months			182

The capital commitments will be financed from cash generated from operations, available cash resources and interest-bearing borrowings and are expected to be incurred as set out above.

SELECTED EXPLANATORY NOTES continued

17 EVENTS AFTER THE REPORTING DATE

No events, material to the understanding of this interim report, have occurred between the reporting date and the date of approval.

18 SEASONALITY

Historically retail sales in the first half of the financial period have exceeded those of the second half, because of the inclusion in the former of Black Friday and the Christmas trading period. The Group's five-year average first half retail sales, excluding the 2020 financial period due to the impact of the COVID-19 pandemic, have ranged between approximately 54% and 57% of annual retail sales.

19 RELATED-PARTY TRANSACTIONS

Related-party transactions similar to those disclosed in the Group's annual financial statements for the 52-week prior period ended 2 July 2023 took place during the interim period.

TRUWORTHS INTERNATIONAL LTD
Registration number: 1944/017491/06
Tax reference number: 9875/145/71/7
JSE and A2X code: TRU
NSX code: TRW
ISIN: ZAE000028296
LEI: 378900042496625B5060

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* Executive [§] Non-executive [‡] Independent

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