



**20
25**

**INTERIM
RESULTS**

**Reviewed interim condensed
consolidated financial statements**

for the six months ended 31 December 2024

Salient features

for the six months ended 31 December 2024

Revenue

A\$1.4 billion (R16.6 billion)

31 December 2023 | A\$1.5 billion (R18.6 billion)

Operating loss before capital items

A\$31.0 million (R356 million)

31 December 2023 | A\$15.5 million (R192 million) operating earnings

Headline loss

A\$34.4 million (R399 million)

31 December 2023 | A\$11.3 million (R137 million) headline earnings

Headline loss per share

26.7A\$c (309 cents (Rands))

31 December 2023 | 8.8A\$c (106 cents (Rands)) headline earnings per share

Work in hand

A\$2.6 billion (R30.1 billion)

30 June 2024 | A\$3.1 billion (R37.2 billion)

Cash on hand

A\$256.1 million (R3.0 billion)

30 June 2024 | A\$227.7 million (R2.8 billion)

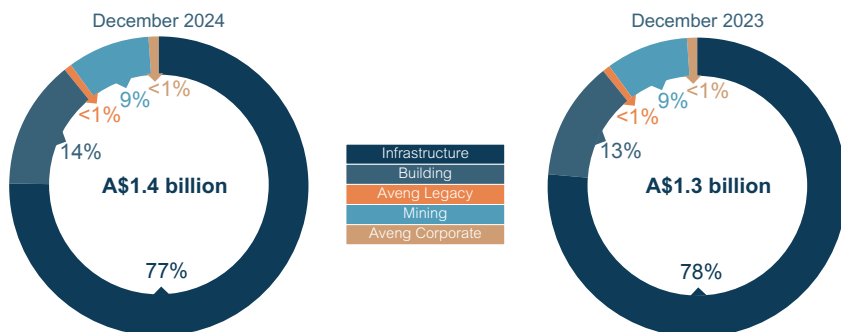
SALIENT FEATURES – SEGMENTAL ANALYSIS

for the six months ended 31 December 2024

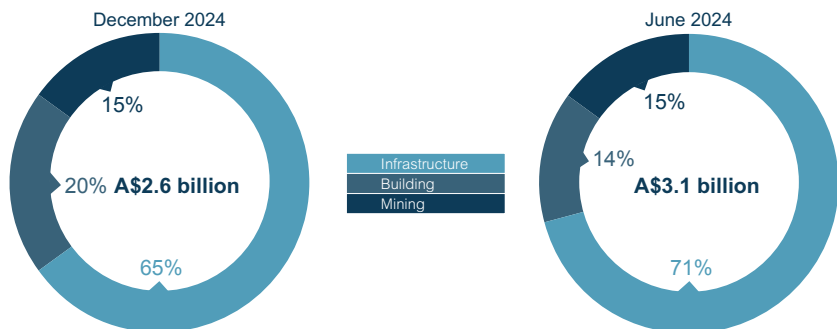
Operating (loss) / earnings – before capital items

	December 2024 (Reviewed) A\$'000	December 2023 (Reviewed) A\$'000	June 2024 (Audited) A\$'000
Infrastructure	(26 538)	25 322	57 386
Building	9 212	5 249	8 637
Mining	1 439	1 947	2 012
Aveng Legacy	(2 383)	(2 876)	(5 052)
Aveng Corporate and eliminations	(12 746)	(14 131)	(28 505)
Operating (loss) / earnings before capital items	(31 016)	15 511	34 478
(Loss) / earnings attributable to equity-holders of the parent	(32 873)	767	25 653
Headline (loss) / earnings	(34 413)	11 342	37 970

Revenue per segment



Work in hand per segment





**Revenue of
A\$1.4 billion (R16.6 billion)**
(December 2023: A\$1.5 billion (R18.6 billion))

**Operating loss before capital items of
A\$31.0 million (R356 million)**
(December 2023: earnings of A\$15.5 million
(R192 million))

**Operating loss before capital
items includes losses from J108
and Kidston of A\$76.7 million
(R885 million) in the period**

**Headline loss of
A\$34.4 million (R399 million)**
(December 2023: headline earnings of
A\$11.3 million (R137 million))

OVERVIEW

Aveng's revenue contracted 8.1%, in line with previous guidance, to A\$1.4 billion (R16.6 billion) in the interim period ended 31 December 2024 (December 2023: A\$1.5 billion (R18.6 billion)), following an expected softening of *infrastructure* markets in Australia and New Zealand.

The Group's gross earnings of A\$38.3 million (R467 million), at a gross margin of 2.7% (December 2023: 5.5%), includes significant losses from the Jurong Region Line (J108) project in the *Infrastructure* Southeast Asia business unit, and the Kidston Pumped Storage Hydro (Kidston) project in the *Infrastructure* Australia business unit. Cost increases on these two key projects resulted in the recognition of a combined loss of A\$76.7 million (R885 million) for the period ended 31 December 2024.

While additional costs in the forecast cost to complete have been recognised in the current period, the cash flow impact will largely materialise over the next 18 months as the projects move towards being completed. The healthy cash balance in the *Infrastructure* and *Building* segments, supported by ongoing profitability and continued strong cash generation will fund the outflow from these projects.

The Group's operating loss before capital items of A\$31.0 million (R356 million) (December 2023: A\$15.5 million (R192 million) earnings) resulted from the recognition of losses on Kidston and J108. The balance of the projects in the *Infrastructure* portfolio remain profitable and cash generative. Operating earnings improved in the *Building* segment through continued solid project execution. The *Mining* segment continued to focus on

RESULTS

For the six months ended 31 December 2024

AVENG LIMITED

(Incorporated in the Republic of South Africa)

(Registration number: 1944/018119/06) | ISIN: ZAE000302618

SHARE CODE: AEG ("Aveng", "the Company" or "the Group")

Work in hand of
A\$2.6 billion (R30.1 billion)
(June 2024: A\$3.1 billion (R37.2 billion))

Moolmans has concluded a new 60-month contract with Gamsberg at higher volumes

Cash on hand of
A\$256.1 million (R3.0 billion)
(June 2024: A\$227.7 million (R2.8 billion))

Disposal of investment in Dimopoint completed in December 2024

Separation strategy making steady progress and remains the key focus for the calendar year

achieving steadily improving production performance, better commercial outcomes and the pursuit of new work.

Continuing on from the prior year, the Group continued to deliver a strong operating free cash inflow of A\$16.1 million (December 2023: A\$52.6 million inflow).

The Group closed with a higher cash balance of A\$256.1 million (R3 billion) (June 2024: A\$227.7 million (R2.8 billion)) and an improved net cash position of A\$187.5 million (R2.2 billion) (June 2024: \$173.7 million (R2.1 billion)), with both the South African and Australian liquidity pool balances increasing in the period. A\$75.0 million (R877 million) is held in joint arrangements within McConnell Dowell. The Group's debt predominately comprises asset-backed finance associated with property, plant and equipment in the *Mining* and *Infrastructure* segments.

Improved quality of work in hand with higher embedded margin, despite a decrease in work in hand

The Group enters the second half of the 2025 financial year with combined work in hand amounting to A\$2.6 billion (R30.1 billion), down from A\$3.1 billion (R37.2 billion) in June 2024. As previously guided, work in hand in the *Infrastructure* segment has reduced to A\$1.7 billion (June 2024: A\$2.2 billion), reflecting the overall reduction in state government spending (particularly in Victoria and NSW). The segment remains aligned to the market shift to defence, energy, water, marine and resources.

Work in hand in the *Building* segment has increased to A\$515 million (June 2024: A\$443 million) following the successful award of projects in the healthcare, recreation and education sectors.

Post-period end, the *Mining* segment concluded a new 60-month contract at Gamsberg, delivering greater volumes, increased revenue and improved profitability.

Disposal of infrastructure investment in Dimopoint

As announced on 2 December 2024, Aveng completed the disposal of its 30% investment in the issued share capital of Dimopoint Proprietary Limited (Dimopoint), through its subsidiary, Aveng Africa Proprietary Limited (Aveng Africa), to Collins Property Group for cash proceeds of A \$8.1 million (R96 million). The disposal resulted in the termination of the head lease agreement between Aveng Africa and Dimopoint, the settlement of rights and the release of all obligations and liabilities associated with the head lease agreement. The disposal resulted in the derecognition of the remaining lease liabilities and associated sub-lease receivables previously recognised by Aveng Africa. In addition, the ongoing expenses and associated liabilities, including contingent liabilities, associated with the properties will be extinguished. Moolmans has entered into a lease with Dimopoint for the property that it occupies on substantially the same terms and conditions.

OPERATIONAL PERFORMANCE

Our commitment to ensuring the success of our three businesses, McConnell Dowell, Built Environs and Moolmans, remains unwavering and in line with the objective of ensuring a sustainable future for all three businesses.

Aveng delivers its projects through three strong operating brands which make up three distinct segments. The *Infrastructure* segment, branded McConnell Dowell, operates in three geographical regions – Australia, New Zealand & Pacific Islands and Southeast Asia; the *Building* segment, branded Built Environs, operates in New Zealand and the states of Victoria and South Australia, and the *Mining* segment branded Moolmans, which operates in South Africa.

Infrastructure

The Australia and Southeast Asia business units have previously reported on under-performance associated with certain projects awarded in the pre-COVID period. The majority of these projects have been managed to a satisfactory outcome and, while not contributing profit to the Group, they represent a reducing proportion of revenue as these projects are steadily being worked out of the portfolio. The remainder of the project portfolio continues to perform well at higher average operating margins.

For the period ended 31 December 2024, the *Infrastructure* segment achieved revenue of A\$1.1 billion (December 2023: A\$1.2 billion), mainly attributable to revenue in its

Australia and New Zealand & Pacific Islands business units. The business continues to focus on specialised projects in Australia, New Zealand & Pacific Islands, and Southeast Asia, offering engineering and infrastructure solutions in the transport, water & wastewater, ports & coastal, energy and resources sectors.

The New Zealand & Pacific Islands business unit continues to deliver a strong performance, with revenue of A\$157 million (December 2023: A\$157 million) and has reported an operating margin of A\$13.4 million (December 2023: A\$13.1 million). As expected, work in hand is down in the period to A\$266 million (June 2024: A\$339 million), reflecting the timing of larger infrastructure project awards, particularly for government funded projects. An improvement is expected to emerge in the New Zealand & Pacific Islands markets in the coming period.

The Australia business unit's revenue decreased by 6.9% in the period to A\$892 million (December 2023: A\$958 million). Improving margins across its portfolio of projects have contributed to a strong performance for the business unit, however, this performance is overshadowed by the Kidston project in Queensland. The project has not achieved expected productivities, resulting in increased forecast cost to complete and a reported loss in the period. Cost escalation on certain alliance contracts translated into additional revenue at zero margin. Consequently, the Australian business unit will report a breakeven result for the period (December 2023: A\$19.1 million). As expected, work in hand has reduced to A\$1.1 billion (June 2024: A\$1.6 billion), with new projects to the value of A\$436 million awarded in the period.

In the Southeast Asia business unit, newly awarded marine projects are profitable. However, the J108 project for the Land Transport Authority in Singapore has experienced delays and disruptions. These delays have resulted in commercial claims and increased forecast cost to complete. The commercial negotiations continue with the client and the project will report a significant loss for the period. As a result, the Southeast Asia business unit will report a significant loss for the period of A\$40.3 million (December 2023: A\$4.3 million loss). The business unit's strategy focuses on self-perform projects in specialised sectors in Indonesia and Singapore.

The J108 and Kidston projects were tendered and awarded prior to March 2020. Following the interventions and improvements to our risk management processes introduced in 2023, projects with this risk profile would no longer be tendered in the lump-sum contract form.

The *Infrastructure* segment recorded a lost-time injury frequency rate of 0.46 against a target of 0.35 and total recordable injury frequency rate of 3.13 against a target of 3.00.

Building

Aveng's commercial building business unit, Built Environs, has reported lower comparable revenue of A\$203 million (December 2023: A\$224 million), with improved operating earnings of A\$9.2 million as compared to the prior period (December 2023: A\$5.2 million). Work in hand is spread evenly across the three regional markets, has increased to A\$515 million (June 2024: A\$443 million) and remains at comfortable levels to deliver similar revenue going forward. The improved operating performance and growth in order book reflects a disciplined approach to operational delivery and a focus on its targeted market sectors of education, healthcare and recreation.

The *Building* segment recorded a lost-time injury frequency rate of 0.00 against a target of 0.46 and total recordable injury frequency rate of 3.7 against a target of 6.9.

Mining

Moolmans is a tier-one contract mining business offering specialised services to the open-cast mining industry. Moolmans operates primarily in South Africa where continued challenges relating to road and rail infrastructure, ports, electricity and logistical challenges continue to impact our clients' operational plans. Moolmans has extensive experience in the SADC and West African regions and will utilise this experience in seeking opportunities to diversify its operations.

The business unit reduced its revenue by 7.1% to R1.4 billion (A\$126.2 million) for the period ended 31 December 2024 (December 2023: R1.7 billion (A\$135.9 million)) following the scaling down of work on two contracts in H2 2024. The business unit reported operating earnings of R15 million (A\$1.4 million) for the period ended December 2024 (December 2023: R25 million (A\$1.9 million)).

Moolmans has focused on achieving consistent production volumes at its client contracts and this is yielding results. The Gamsberg contract has delivered increased volumes and profitability over the period. At Tshipi, while production volumes are steady, operating margins remain under pressure, and these are being addressed through the resolution of outstanding commercial claims.

Moolmans has been working with their client at Gamsberg over the period to increase production volumes in anticipation of a new contract at significantly higher volumes. This has culminated in the award of a new 60-month contract. This contract is expected to deliver greater volumes, increased revenue and improved profitability, allowing Moolmans to utilise and renew existing fleet, and add new equipment. Additional capital expenditure for new equipment and a renewal plan for existing equipment over

the contract period, will be funded through project cashflows. Moolmans has worked with its OEM suppliers and financiers to ensure that new equipment is available on site, so as to allow steady production increases and achieve full production from 1 April 2025. The new contract increases work in hand, profitability and longer-term cash flows.

The *Mining* segment recorded a lost-time injury frequency rate of 0.17 against a target of 0.35 and total recordable injury frequency rate of 0.33 against a target of <3.00.

Aveng Legacy

Aveng continues to complete the significant task of closing out non-core asset disposals and ensuring that the Group complies with all statutory, legal, technical, commercial, and human resources obligations. This primarily relates to Aveng Africa Proprietary Limited. In the period, the business unit concluded the disposal of its 30% investment in the issued share capital of Dimopoint for R96 million (A\$8.1 million).

The business unit recorded an operating loss of R29 million (A\$2.4 million) (December 2023: R35 million (A\$2.9 million)). The South African performance guarantee exposure decreased to R45 million (A\$3.9 million) compared to R51 million (A\$4.2 million) at 30 June 2024. Subsequent to the balance sheet date, this performance guarantee exposure reduced by a further R42 million (A\$3.6 million).

FINANCIAL REVIEW

Aveng reported a headline loss of A\$34.4 million (R399 million) or headline loss of A\$26.7 cents (309 cents (Rand)) per share (December 2023: A\$11.3 million (R137 million) earnings or A\$8.8 cents (106 cents (Rand)) earnings per share)).

Loss for the year attributable to equity holders of the parent amounted to A\$32.9 million (R380 million) or A\$25.4 cents (293 cents (Rand)) per share (December 2023: A\$0.8 million (R11 million) earnings or A\$0.6 cents (8.4 cents (Rand)) earnings per share).

Reported loss for the period is A\$32.7 million (R378 million) (December 2023: A\$0.8 million (R11 million) earnings).

Statement of comprehensive earnings

Continuing operations

Revenue decreased across all segments in line with expectations, by a combined 8.1% to A\$1.4 billion (R16.6 billion) (December 2023: A\$1.5 billion (R18.6 billion)). *Infrastructure* produced A\$1.1 billion (77%) of the revenue in the current period, with the remaining revenue being produced by *Building* segment (A\$202.9 million (14%)) and *Mining* segment (A\$126.2 million (9%)).

Operating loss before capital items of A\$31.0 million (R296 million) (December 2023: operating earnings of A\$15.5 million (R192 million)):

- *Infrastructure* – loss of A\$26.5 million (December 2023: earnings of A\$25.3 million)
- *Building* – earnings of A\$9.2 million (December 2023: A\$5.2 million)
- *Mining* – earnings of R15 million (A\$1.4 million) (December 2023: earnings of R25 million (A\$1.9 million))
- *Aveng Legacy* – loss of R29 million (A\$2.4 million) (December 2023: losses of R35 million (A\$2.9 million))
- *Aveng Corporate*, which includes the Group corporate head office in South Africa and Australia – loss of A\$12.7 million (December 2023: loss of A\$14.1 million).

Included in the operating loss before capital items is the impact of the Kidston and J108 project losses of A\$76.7 million.

Capital earnings amounted to A\$5.2 million (R60 million) (December 2023: capital expense of A\$8.2 million (R99 million)) and includes a net gain of A \$7.5 million (R86 million) on the Dimopoint disposal transaction, including the derecognition of IFRS 16 assets and liabilities, gain on derecognition of right-of-use assets and gain on disposal of the infrastructure investment. In addition, capital earnings include gains on disposal of plant and equipment in the *Infrastructure* and *Mining* segment, offset by preliminary strategic implementation costs of A\$3.7 million (R44 million). Impairment loss on property, plant and equipment was zero compared to A\$7.8m in the prior period.

Net finance charges decreased by A\$0.4 million (R7 million) to A\$6.3 million (R76 million) (December 2023: A\$6.8 million (R83 million)). Finance earnings of A\$5.9 million (R70 million) is higher as a result of higher cash balances in Australia, New Zealand and South Africa. Finance expenses of A \$12.3 million (R146 million) is broadly in line with prior period of by A\$12.5 million (R152 million) as a result of working capital requirements in South Africa, transaction costs for new facilities, coupled with the introduction of a new asset-backed financing facility in Australia.

Basic loss per share of A\$25.4 cents (293 cents (Rand)) (December 2023: A\$0.6 cents (8.4 cents (Rand) earnings)) calculated using a weighted average number of shares of 129.1 million shares. The prior period's basic earnings per share of A\$0.6 cents (8.4 cents (Rand)) was calculated using a weighted average number of shares of 128.5 million shares. The movement of shares is due to the vesting of

shares in terms of the equity-settled share-based payment plans.

Headline loss of A\$34.4 million (R399 million) (December 2023: headline earnings of A\$11.3 million (R137 million)) after accounting for the gain on disposal of infrastructure investment, gain on disposal of property, plant and equipment and the derecognition of components at Moolmans.

Headline loss per share is A\$26.7 cents (309 cents (Rand)) calculated using the weighted average number of shares of 129.1 million shares. The prior year's headline earnings per share of A\$8.8 cents (106 cents (Rand)) was calculated using a weighted average number of shares of 128.5 million shares.

Statement of financial position

Property, plant and equipment (PPE) decreased by a marginal amount of A\$1.1 million to A\$234.6 million (R2.7 billion) (June 2024: A\$235.7 million (R2.9 billion)). The continued re-investment of components in the *Mining* segment and strategic assets in the *Infrastructure* segment was offset by depreciation of A\$19.1 million (R227 million) and disposals of A\$2.8 million (R33 million) of redundant assets, mainly in the *Mining* segment.

The Group incurred replacement **capital expenditure** of A\$6.7 million (December 2023: A\$21.0 million (R256 million)) and expansionary capital expenditure of A\$0.1 million (R1.4 million) (December 2023: A\$7.2 million (R87 million)). Capital expenditure was predominately spent on strategic and project assets in the *Infrastructure* segment business units.

In addition to the capital expenditure above, the *Mining* segment spent A\$6.4 million (R77 million) (December 2023: A\$15.6 million (R191 million)) on components for the existing fleet.

Right-of-use (ROU) assets decreased by A\$7.9 million to A\$50.6 million (R592 million) (June 2024: A\$58.5 million (R713 million)). The decrease is largely due to depreciation of A\$12.8 million (R151.7 million) for the period, offset by replacement equipment of A\$5.0 million (R47.1 million) in the *Infrastructure* and *Mining* segments.

Aveng completed the disposal of its 30% **infrastructure investment** in the issued share capital of Dimopoint in December 2024 (June 2024: A\$11.7 million (R142 million)). The disposal resulted in the termination of the head lease agreement between Aveng Africa and Dimopoint, the settlement of rights and the release of all obligations and liabilities associated with the head lease agreement. Further, the disposal resulted in the derecognition of the remaining lease liabilities of A\$35.5 million (R415 million) and associated **sub-lease receivables** of A\$30 million (R351 million) previously recognised by Aveng Africa.

Net deferred taxation for the Group increased by A\$5.4 million to A\$86.8 million (R1 billion) (June 2024: A\$81.4 million (R992 million)) due to the recognition of historical tax losses, previously not recognised, mainly in the Aveng Australia closed taxation group. Based on an assessment of future profitability, this tax group is forecast to utilise these tax losses over the next few years.

Contract assets for the Group decreased by A\$171.7 million to A\$358.9 million (R4.2 billion) (June 2024: A\$530.5 million (R6.4 billion)) due to decreased contract receivables and work in progress, in line with decreased activity levels. Uncertified revenue and claims comprising timing-related variation orders and contract claims within the *Infrastructure* and *Building* segments decreased.

External borrowings and other liabilities increased by A\$14.6 million (R143 million) to A\$68.6 million (R802 million) from June 2024, primarily due to a new asset-backed financing facility of A\$15.5 million in McConnell Dowell Corporation in the period. Debt in the *Mining* segment continued reduce in line with the amortisation for its ABFs. Unutilised facilities amounted to A\$23.4 million (R271 million).

Lease liabilities decreased by A\$46.2 million to A\$57.3 million (R670 million). This was primarily as a result of the termination of the head lease agreement between Aveng Africa and Dimopoint, following the disposal of Aveng's infrastructure investment, which resulted in a derecognition of lease liabilities of A\$35.5 million (R415 million). In addition, the *Mining* segment entered into the lease of simulators & conversion kits, while the *Infrastructure* segment entered into new vehicle leases. This was partially offset by the lease repayments.

Contract liabilities increased by A\$43.4 million (R404 million) to A\$258.4 million (R3.0 billion) (June 2024: A\$215.0 million (R2.6 billion)) due to progress billings in *Infrastructure* and *Building* segments.

Trade and other payables decreased by A\$159.1 million (R2.1 billion) to A\$308.4 million (R3.6 billion) (June 2024: A\$467.5 million (R5.7 billion)) mainly as a result of decreased activity levels and early settlement of creditors in the *Infrastructure* and *Building* segments.

Operating free cash flow amounted to an inflow of A\$16.1 million (R177 million) (December 2023: inflow of A\$52.6 (R641 million) million and predominately includes:

- Cash inflow from operating activities – A\$30.4 million (December 2023: A\$115.2 million inflow)
- Cash outflow from capital expenditure – A\$13.2 million (December 2023: A\$43.8 million outflow)
- Cash inflow from disposal of fixed assets – A\$4.4 million (December 2023: A\$8.4 million inflow)
- Proceeds from disposal of infrastructure investments – A\$8.1 million
- Outflow from payment of net capital portion of leases – A\$16.7 million (December 2023: A\$14.7 million outflow)

Cash and bank balances (net of bank overdrafts) increased to A\$256.1 million (R3.0 billion) (June 2024: A\$227.7 million (R2.8 billion)). Cash in the Australian liquidity pool increased by A\$19.6 million, primarily from receipts of contract assets and variation claims and new asset-backed financing arrangements entered in the period. The South African liquidity pool cash balance increased by A\$8.8 million (R105 million) in the period, primarily from the disposal of the Dimopoint infrastructure investment. A\$75.0 million (R877 million) is held in joint arrangements within McConnell Dowell.

OUTLOOK Infrastructure

The *Infrastructure* segment remains well positioned in light of expected increased market activity in specialty sectors, specifically water and waste-water, defence, marine and alternative energy. In Australia, the federal and state elections are expected to create some level of uncertainty as investment priorities are reviewed, while the temporary slowdown of opportunities coming to market in New Zealand is expected to improve in the coming period. The Southeast Asia business unit is expected to benefit from the increasing pipeline of marine prospects, specifically in Singapore and Indonesia.

The current work in hand provides a robust revenue platform, with over 97% of planned revenue for the second half of FY25 secured and 49% of 2026 planned revenue secured. Work in hand comprises 75% in the government sector and 25% in the private sector.

The business remains focused on converting current tenders of A\$1.9 billion in preferred bidder status to award, with a further A\$3.3 billion pending decision.

Building

Built Environs enters the second half of 2025 financial year with solid work in hand. Markets in Australia remain strong, with government spend in healthcare, education and recreation sectors growing in line with the growth in population. A recent slow-down in activity in New Zealand has been noticed, however a clear longer-term demand is expected, given the aging healthcare infrastructure.

Built Environs has a preferred bidder status of A\$543 million and current tenders of A\$786 million pending decision.

Mining

Entering the second half of the financial year, the geopolitical market fragmentation and inflationary cost pressures remain key drivers on mining sentiment across Africa. Despite emerging opportunities in the SADC region in the longer term, the current mining environment continues to be impacted in South Africa by logistics infrastructure constraints.

Moolmans' consolidation and reset strategy agenda includes a focus on improved operational performance and

cash generation. A key factor to success is contract execution on the newly awarded long-term Gamsberg contract. Despite client mine planning issues, financial performance at Tshipi is expected to improve in line with production levels and the resolution of commercial claims.

In order to support the consolidation agenda, the overall Fleet Rationalisation Programme continues through the utilisation and renewal of existing fleet and the addition of new equipment. Additional capital expenditure for new equipment and a renewal plan for existing equipment over the contract period, will be funded through project cashflows.

STRATEGIC REVIEW

Aveng remains committed to its strategy of enhancing stakeholder value and maximising value to shareholders through improved operational performance and the creation of two independent and separate entities. Aveng continues to support and enhance the prospects of both entities for all stakeholders by enabling the two entities to access the most attractive capital to pursue their separate strategies.

Moolmans

The focus remains on improving operational performance, commercial management and securing new contracts that add value to Moolmans. A new 60-month transformational contract has been entered into at Gamsberg subsequent to period end. Steady progress has been made with the overall process to introduce new ownership, including BBEE capital. Negotiations continue to take place with interested parties.

McConnell Dowell (including Built Environs)

Focus remains on operational performance through improving the consistency of project delivery and winning new work within the *Infrastructure* segment.

Preparatory work, including legal, tax, statutory and financial due diligence for the separation has proceeded in accordance with plan. A range of implementation options for the separation are being assessed to deliver shareholder value and will be pursued in the coming 12 months.

KEY MESSAGES

- Complete the J108 and Kidston projects in accordance with current plan.
- *Infrastructure* – continue good performance on the remainder portfolio of projects, secure new work and strengthen the order book as market conditions improve.
- *Building* – maintain positive trajectory of growth and profitability.
- *Mining* – steadily increase volumes and profitability at Gamsberg in accordance with the new contract, improve financial performance at Tshipi and pursue a new contract opportunity.
- Maintain a disciplined approach to the pursuit of new opportunities and delivering work in hand.
- Committed to all stakeholders and the long-term sustainability of all businesses.
- Overall strategic direction of the Group to pursue two separate and independent business remains unchanged.

DISCLAIMER

The financial information on which any outlook statements are based has not been reviewed or reported on by the external auditor. These forward-looking statements are based on management's current belief and expectations and are subject to uncertainty and changes in circumstances. The forward-looking statements involve risks that may affect the Group's operations, markets, products, services and prices.



INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

for the six months ended 31 December 2024

	Note	31 December 2024 (Reviewed) A\$'000	31 December 2023 (Reviewed) A\$'000	30 June 2024 (Audited) A\$'000
ASSETS				
Non-current assets				
Goodwill arising on consolidation		7 929	7 929	7 929
Property, plant and equipment		234 591	240 351	235 688
Right-of-use assets		50 609	49 300	58 534
Infrastructure investments	10	—	11 376	11 658
Deferred taxation		122 064	85 195	105 274
Lease receivables	10	—	28 929	23 950
Other non-current assets		2 054	2 977	2 343
		417 247	426 057	445 376
Current assets				
Inventories		20 269	20 397	20 539
Contract assets	7	358 868	404 184	530 533
Trade and other receivables		26 871	33 107	30 498
Lease receivables	10	—	6 544	8 047
Cash and bank balances		256 120	250 024	227 678
		662 128	714 256	817 295
TOTAL ASSETS		1 079 375	1 140 313	1 262 671
EQUITY AND LIABILITIES				
Equity				
Stated capital		547 163	546 442	546 930
Other reserves		(944 860)	(954 990)	(951 542)
Retained earnings		653 402	661 389	686 275
Equity attributable to equity-holders of parent		255 705	252 841	281 663
Non-controlling interest		442	322	295
TOTAL EQUITY		256 147	253 163	281 958
LIABILITIES				
Non-current liabilities				
Deferred taxation		35 243	16 921	23 834
External borrowings and other liabilities	8	40 557	41 777	34 936
Lease liabilities		37 574	74 096	72 027
Provisions		4 718	5 938	4 273
Employee-related payables		44 091	40 832	40 268
		162 183	179 564	175 338
Current liabilities				
Contract liabilities	7	258 368	215 526	214 957
External borrowings and other liabilities	8	28 076	30 337	19 090
Lease liabilities		19 745	25 118	31 477
Employee-related payables		19 263	17 419	33 607
Trade and other payables		308 353	384 482	467 526
Provisions		25 645	31 304	32 997
Taxation payable		1 595	3 400	5 721
		661 045	707 586	805 375
TOTAL LIABILITIES		823 228	887 150	980 713
TOTAL EQUITY AND LIABILITIES		1 079 375	1 140 313	1 262 671

INTERIM CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE EARNINGS

for the six months ended 31 December 2024

	Note	Six months ended 31 December 2024 (Reviewed) A\$'000	Six months ended 31 December 2023 (Reviewed) A\$'000	Year ended 30 June 2024 (Audited) A\$'000
Continuing operations				
Revenue		1 398 344	1 520 777	3 055 356
Cost of sales		(1 360 031)	(1 436 829)	(2 879 793)
Gross earnings		38 313	83 948	175 563
Other earnings		105	3 012	5 930
Operating expenses		(69 417)	(71 337)	(146 913)
Loss from equity-accounted investments		(17)	(112)	(102)
Operating (loss) / earnings before capital items*		(31 016)	15 511	34 478
Capital earnings / (expenses)	9	5 203	(8 218)	(7 305)
Operating (loss) / earnings after capital items		(25 813)	7 293	27 173
Finance earnings		5 933	5 699	11 579
Finance expenses		(12 305)	(12 475)	(22 669)
(Loss) / earnings before taxation		(32 185)	517	16 083
Taxation		(504)	281	9 657
(Loss) / earnings from continuing operations		(32 689)	798	25 740
Discontinued operations				
Loss from discontinued operations, net of taxation		—	(31)	—
Exchange differences on translating foreign operations reclassified to earnings or loss on derecognition		(56)	19	6
Loss on disposal of assets Held for Sale and fair value adjustment		—	—	(86)
Loss from discontinued operations		(56)	(12)	(80)
(Loss) / earnings for the period		(32 745)	786	25 660
Other comprehensive earnings				
Other comprehensive earnings to be reclassified to earnings or loss in subsequent periods (net of taxation):				
Exchange differences on translating foreign operations		6 934	705	3 267
Other comprehensive earnings for the period, net of taxation		6 934	705	3 267
Total comprehensive (loss) / earnings for the period		(25 811)	1 491	28 927

* Previously described as 'operating (loss) / earnings'. The subtotal has been renamed to 'operating (loss) / earnings before capital items' to ensure a more comprehensive representation of subtotal.

	Note	Six months ended 31 December 2024 (Reviewed) A\$'000	Six months ended 31 December 2023 (Reviewed) A\$'000	Year ended 30 June 2024 (Audited) A\$'000
Total comprehensive (loss) / earnings for the period attributable to:				
Equity-holders of the parent		(25 958)	1 486	28 949
Non-controlling interest		147	5	(22)
		(25 811)	1 491	28 927
(Loss) / earnings for the period attributable to:				
Equity-holders of the parent		(32 873)	767	25 653
Non-controlling interest		128	19	7
		(32 745)	786	25 660
Other comprehensive earnings for the period, net of taxation				
Equity-holders of the parent		6 915	719	3 296
Non-controlling interest		19	(14)	(29)
		6 934	705	3 267
Results per share (cents)				
Basic (loss) / earnings per share				
Continuing operations		(25.4)	0.6	20.0
Diluted (loss) / earnings per share				
Continuing operations		(25.4)	0.6	19.5
Number of shares (millions)				
In issue	6	131.3	131.3	131.3
Weighted average	6	129.1	128.5	128.4
Diluted weighted average	6	129.1	131.3	131.3

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

for the six months ended 31 December 2024

	Stated capital A\$'000	Foreign currency translation reserve A\$'000
Six months ended 31 December 2023 (Reviewed)		
Balance at 1 July 2022	544 665	(961 175)
Earnings for the period	—	—
Other comprehensive earnings for the period (net of taxation)	—	719
Total comprehensive earnings for the period	—	719
Equity-settled share-based payment charge	—	—
Equity-settled share-based payment – shares vested	1 777	—
Total contributions and distributions recognised	1 777	—
Balance at 31 December 2023	546 442	(960 456)
Year ended 30 June 2024 (Audited)		
Balance at 1 July 2023	544 665	(961 175)
Earnings for the period	—	—
Other comprehensive earnings for the period (net of taxation)	—	3 267
Total comprehensive earnings for the period	—	3 267
Equity-settled share-based payment charge	—	—
Equity-settled share-based payment – shares vested	2 265	—
Total contributions and distributions recognised	2 265	—
Balance at 30 June 2024	546 930	(957 908)
Six months ended 31 December 2024 (Reviewed)		
Balance at 1 July 2024	546 930	(957 908)
Loss for the period	—	—
Other comprehensive earnings for the period (net of taxation)	—	6 915
Total comprehensive loss for the period	—	6 915
Equity-settled share-based payment – shares vested	233	—
Total contributions and distributions recognised	233	—
Balance at 31 December 2024	547 163	(950 993)

Equity-settled share-based payment reserve A\$'000	Total other reserves A\$'000	Retained earnings A\$'000	Total attributable to equity holders of the parent A\$'000	Non-controlling interest A\$'000	Total A\$'000
6 907	(954 268)	660 622	251 019	317	251 336
—	—	767	767	19	786
—	719	—	719	(14)	705
—	719	767	1 486	5	1 491
336	336	—	336	—	336
(1 777)	(1 777)	—	—	—	—
(1 441)	(1 441)	—	(1 441)	—	336
5 466	(954 990)	661 389	252 841	322	253 163
6 907	(954 268)	660 622	251 019	317	251 336
—	—	25 653	25 653	7	25 660
—	3 267	—	3 267	(29)	3 238
—	3 267	25 653	28 920	(22)	28 898
1 724	1 724	—	1 724	—	1 724
(2 265)	(2 265)	—	—	—	—
(541)	(541)	—	(541)	—	1 724
6 366	(951 542)	686 275	281 663	295	281 958
6 366	(951 542)	686 275	281 663	295	281 958
—	—	(32 873)	(32 873)	128	(32 745)
—	6 915	—	6 915	19	6 934
—	6 915	(32 873)	(25 958)	147	(25 811)
(233)	(233)	—	—	—	—
(233)	(233)	—	—	—	—
6 133	(944 860)	653 402	255 705	442	256 147

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

for the six months ended 31 December 2024

	Note	Six months ended 31 December 2024 (Reviewed) A\$'000	Six months ended 31 December 2023 (Reviewed) A\$'000	Year ended 30 June 2024 (Audited) A\$'000
Cash flow from operating activities				
Cash generated from operating activities	12	45 635	122 400	150 002
Finance expenses paid		(12 295)	(12 740)	(22 888)
Finance earnings received		5 815	6 094	11 973
Taxation paid		(8 781)	(528)	(1 673)
Cash inflow from operating activities		30 374	115 226	137 414
Cash flow from investing activities				
Acquisition of property, plant and equipment – expansion		(120)	(7 263)	(7 784)
Acquisition of property, plant and equipment – replacement		(13 095)	(36 576)	(53 973)
Proceeds on disposal of property, plant and equipment		4 356	3 767	8 531
Proceeds on disposal of Infrastructure investment	10	8 085	—	—
Proceeds on disposal of other non-current assets		16	—	—
Proceeds on disposal of other assets Held for Sale		—	4 640	4 628
Capital expenditure net of proceeds on disposal		(758)	(35 432)	(48 598)
Receipt of capital portion of lease receivable		3 265	3 166	6 629
Dividends received		—	818	2 476
Cash inflow / (outflow) from investing activities		2 507	(31 448)	(39 493)
Cash flow from financing activities				
Financing activities with debt-holders				
Payment of capital portion of lease liabilities		(16 740)	(14 665)	(31 798)
Repayment of external borrowings		(29 846)	(23 457)	(45 462)
Proceeds from external borrowings		42 317	14 387	16 948
Cash outflow from financing activities		(4 269)	(23 735)	(60 312)
Net increase in cash and bank balances before foreign exchange movements		28 612	60 043	37 610
Foreign exchange movements on cash and bank balances		(170)	314	401
Cash and bank balances at the beginning of the period		227 678	189 667	189 667
Total cash and bank balances at the end of the period		256 120	250 024	227 678

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

for the six months ended 31 December 2024

1. Corporate information

The reviewed interim condensed consolidated financial statements (interim results) of Aveng Limited (the Company) and its subsidiaries (the Group) for the six months ended 31 December 2024 were authorised for issue in accordance with a resolution of the directors on 17 February 2025.

Nature of business

Aveng Limited is a limited liability company incorporated and domiciled in the Republic of South Africa whose shares are publicly traded. The Group operates in the infrastructure, building, and contract mining segments and as a result the revenue is not seasonal in nature but is influenced by the nature and execution of contracts currently in progress.

2. Basis of preparation and changes to the group accounting policies

2.1 Basis of preparation

The interim condensed results have been prepared on a historical cost basis, except for certain financial instruments that are measured at fair value.

These interim results are presented in Australian Dollar (A\$) and all values are rounded to the nearest thousand (A\$'000) except when otherwise indicated. The condensed interim financial statements for the six months ended 31 December 2024 have been prepared in accordance with and containing the information required by IAS 34: *Interim Financial Reporting*, the *Financial Pronouncements as issued by the Financial Reporting Standards Council and SAICA Financial Reporting Guides as issued by the Accounting Practices Committee* ("collectively *JSE Financial Reporting Requirements*") and the *South African Companies Act*. The accounting policies adopted are consistent with those of the Group's Audited financial statements as at 30 June 2024.

The interim results have been prepared under the supervision of the Group finance director and chief financial officer, Adrian Macartney CA(SA).

The interim results for the six-month period ended 31 December 2024, set out on pages 9 to 35, have been reviewed by the company's external auditors KPMG Inc., who expressed an unmodified review conclusion, in accordance with International Standard on Review Engagements *ISRE 2410 Review of Interim Financial Information Performed by the Independent Auditors of the Entity (ISRE 2410)*. A copy of the auditor's review report is attached as Annexure 2.

New standards and interpretations

A number of standards and interpretations are effective from 1 July 2024, however, they do not have a material effect on the Group's interim results.

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS continued

for the six months ended 31 December 2024

2. Basis of preparation and changes to the group accounting policies continued 2.2 Supplementary information

The Group's presentation currency is Australian Dollar (A\$). The supplementary information provided in South African Rand (ZAR) is translated at the closing rate for the interim condensed consolidated statement of financial position and at the average rate for the interim condensed consolidated statement of comprehensive earnings.

Disclaimer

South African Rand translations included in these interim condensed financial statements constitutes *pro forma* financial information in terms of the JSE Guidance Letter: *Presentation of pro forma financial information dated 4 March 2010*. The *pro forma* financial information is the responsibility of the Board of directors and is presented for illustrative purposes only. The Directors believe the *pro forma* information can assist stakeholders in interpreting the financial performance of the Group in a locally measured currency. Because of its nature, the *pro forma* financial information may not fairly present Aveng's financial position, changes in equity or results of operations. The underlying information, used in the preparation of the *pro forma* financial information, has been prepared using accounting policies which comply with IFRS and are consistent with those applied in the published Group interim condensed consolidated financial statements for the period ended 31 December 2024. This *pro forma* financial information has been reported on by the Group's auditors, KPMG Inc. Refer to *Annexure 1* on pages 36 and 37 for the supplementary information.

3. Material accounting judgements and estimates

The preparation of the interim results requires management to make judgements, estimates and assumptions about the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period or in the period of the revision and future periods if the revision affects both current and future periods.

Judgements and estimation assumptions

In the process of applying the Group's accounting policies, the Group has made judgements relating to certain items recognised, which have the most significant effect on the amounts recognised, in the interim results. The key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial period, are described below.

The Group based its assumptions and estimates on parameters available when the interim results were prepared. Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising beyond the control of the Group. Such changes are reflected in the assumptions when they occur.

Material accounting judgements and estimates were consistent with those applied in the 30 June 2024 audited consolidated annual financial statements. The following accounting judgements and estimates require further disclosure:

3. Material accounting judgements and estimates continued

3.1 Impairment indicators

The Group performed an annual impairment test as at 30 June 2024. The Group assesses the recoverable amount of any goodwill arising on consolidation and indefinite useful life intangible assets annually or when indicators of potential impairment are identified in respect of the cash generating unit (CGU) of the Group.

Impairment exists when the carrying amount of a CGU exceeds its recoverable amount. The key assumptions used to determine the fair value less costs of disposal calculation are based on available data (if applicable) from binding sales transactions, conducted at arm's length, for similar assets or observable market prices less incremental costs for disposing of the asset. The value-in-use calculation is based on assumptions, included in a discounted cash flow model. The cash flows are derived from future budgets and do not include restructuring activities that the Group is not yet committed to or significant future investments that will enhance the asset's performance of the CGU.

The recoverable amount is most sensitive to the discount rate used for the discounted cash flow model, the expected future cash inflows and the growth rates used for extrapolation and terminal value purposes.

As at 31 December 2024, management was not aware of any additional impairment indicators to those already identified as at 30 June 2024.

No impairment was required for CGU or individual assets.

4. Going concern and liquidity

In determining the appropriate basis of preparation of the interim condensed consolidated financial statements, the Board is required to consider whether the Group can continue in operational existence for the foreseeable future. The financial performance of the Group is dependent on the wider economic environment in which the Group operates.

In concluding this assessment, the Board has taken the following considerations into account:

Execution of plans

- Continued strong profitability in the operating performance of the *Infrastructure* New Zealand & Pacific Islands business unit and the *Building segment*;
- Stable operational performance in *Mining*;
- This performance is overshadowed by substantial losses in the *Infrastructure* South East Asia business unit, primarily from the J108 project and an operational underperformance in the *Infrastructure* Australia business unit, principally from the Kidston Pumped Storage Hydro project;
- Completion of the disposal of the Group's 30% infrastructure investment in the issued share capital of Dimopoint Proprietary Limited (Dimopoint), through its subsidiary, Aveng Africa Proprietary Limited (Aveng Africa), to Collins Property Group for cash proceeds of A\$8.1 million (R96 million);
- Sensitivity testing of key inputs included in the operating and liquidity forecasts to ascertain the effect of non-achievement of one or more key inputs, including any effect on the ongoing compliance with covenant requirements in place with the South African Banks, Australian banks and other financing arrangements within the Group;
- The continued monitoring of the South African short-term liquidity forecast management process;
- Updated Group forecast and business plans post period-end up to 30 June 2026, incorporating the benefits already realised and expected from actions taken and planned, as well as future expected benefits from improved liquidity to be achieved;

In the six-month period ended 31 December 2024, the Group reported a loss after tax of A\$32.8 million and an operating free cash inflow of A\$16.1 million. The Group continues to focus on improving operational performance, reducing overhead and improving working capital efficiencies. To this end, a number of Group initiatives have been concluded, implemented or are in progress.

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS continued

for the six months ended 31 December 2024

4. Going concern and liquidity continued

Execution of plans continued

The Group has cash (net of bank overdraft facilities) of A\$256.1 million (30 June 2024: A\$227.7 million) at 31 December 2024 of which A\$75.0 million (30 June 2024: A\$76.5 million) is held in joint arrangements. Unutilised facilities amounted to A\$23.4 million (30 June 2024: A\$10 million).

Liquidity, solvency, and ongoing funding

The Group continues to actively manage the liquidity and cash flow in two distinct liquidity pools, namely the Australian liquidity pool and the South African Group liquidity pool.

The *Infrastructure* and *Building segments* reported a strong cash balance with sufficient cash and liquidity to support the order book. The Australia liquidity pool closed with cash of A\$252.1 million (June 2024: A\$232.5 million). McConnell Dowell entered into a new A\$15.5 million asset-backed debt facility, which includes the provision for security over certain assets.

The South African Group liquidity pool remains tightly managed and has demonstrated improvement in the period following the receipt of cash proceeds of R96 million (A\$8.1 million) from the sale of Dimopoint. Moolmans have continued to finance the purchase of capital expenditure through a combination of asset-backed financing and IFRS 16 lease agreements.

Management updated the forecast for the second half of 2025 and the full 2026 financial year end, as well as preparing cash flow forecasts covering a minimum of 12 months from the date of these reviewed interim condensed consolidated financial statements. These forecasts have been prepared and reviewed by management to ensure that they have been accurately compiled using appropriate assumptions. The budgets, plans and forecasts have, together with the assumptions used, been interrogated, and approved by the Board.

The Group's current assets of A\$662 million exceeded its current liabilities of A\$661 million at 31 December 2024.

The forecasts indicate that the Group will have sufficient cash resources for the foreseeable future. All businesses expected to perform in line with these forecasts and are therefore expected to generate sufficient cash to meet their obligations.

The directors have considered all of the above, including detailed consideration of the current position of all businesses, all business plans and forecasts, including all available information, and are therefore of the opinion that the going concern assumption is appropriate in the preparation of the interim condensed consolidated financial statements, and that sufficient liquidity will be available to support the ongoing operations of the Group, and that the realisation of assets and the settlement of liabilities, including contingent liabilities and commitments, will occur in the ordinary course of business. Refer to *note 13: Events after the reporting period*.

5. Segmental report

The reportable segments of the Group are components:

- that engage in business activities from which they earn revenues and incur expenses; and
- have operating results that are regularly reviewed by the Group's chief operating decision-makers to make decisions about resources to be allocated to the segments and in the assessment of their performance as required per IFRS 8 Operating Segments.

The following reportable segments were presented which were largely organised and managed separately according to the nature of products and services provided:

- *Infrastructure*
- *Building*
- *Mining*
- *Aveng Legacy*
- *Aveng Corporate and eliminations*

The reportable segments are presented per their classification in the disclosure of the segmental statement of comprehensive earnings and segmental statement of financial position in this note.

Details on the reportable segments are as follows:

5.1 Infrastructure

This segment includes McConnell Dowell and operates in three geographical regions – Australia, New Zealand and Pacific Islands, and Southeast Asia.

McConnell Dowell is an engineering-led specialist in multidisciplinary contract work, delivering infrastructure solutions in the resources, energy, marine and water and civil and transport sectors.

5.2 Building

This segment includes Built Environs.

Built Environs is an infrastructure-led specialist with experience in the sport, health and science, defence, education, residential, commercial, retail, industrial and infrastructure sectors.

5.3 Mining

This segment comprises Moolmans, a tier-one contract mining business operating in Africa with a primary focus on open cast mining.

5.4 Aveng Legacy

This segment comprises the close out of assets and liabilities related to the disposals of a limited number of historical contracts not transferred as part of the Aveng Construction: South Africa disposals (Aveng Legacy) in prior years, and properties.

5.5 Aveng Corporate and eliminations

This segment comprises Group corporate services in South Africa and Australia (Aveng Corporate), the balance of corporate held investments.

Included in this segment is the elimination entries required as part of the Group Consolidation.

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS continued

for the six months ended 31 December 2024

5. Segmental report continued

Six months ended 31 December 2024 (Reviewed)	Note	Infrastructure A\$'000	Building A\$'000
Continuing operations			
Revenue		1 074 308	202 944
Cost of sales		(1 056 749)	(187 511)
Gross earnings / (loss)		17 559	15 433
Operating (loss) / earnings before capital items		(26 538)	9 212
Capital earnings / (expenses)		1 089	—
Finance earnings		3 155	634
Finance expenses		(1 437)	(23)
(Loss) / earnings before taxation		(23 731)	9 823
Taxation		—	—
(Loss) / earnings for the period		(23 731)	9 823
Discontinued operations			
Loss for the period		—	—
Material cost of sales line items			
Sub-contractors		443 958	161 464
Employee costs		225 898	12 785
Materials		144 019	8 733
Plant costs		157 135	—
Project costs		70 869	3 672
Continuing and discontinued operations			
(Loss) / earnings before interest, taxation, depreciation and amortisation (EBITDA)			
Operating (loss) / earnings before capital items		(26 538)	9 212
Depreciation		14 390	242
EBITDA		(12 148)	9 454
Total assets		703 925	77 526
Total liabilities		512 216	80 943
Capital expenditure		6 629	—

	Mining A\$'000	Aveng Legacy \$'000	Aveng Corporate and eliminations A\$'000	Total A\$'000
	126 178	251	(5 337)	1 398 344
	(118 752)	(2 356)	5 337	(1 360 031)
	7 426	(2 105)	—	38 313
	1 439	(2 383)	(12 746)	(31 016)
	250	7 595	(3 731)	5 203
	274	1 608	262	5 933
	(4 952)	(1 043)	(4 850)	(12 305)
	(2 989)	5 777	(21 065)	(32 185)
	—	—	(504)	(504)
	(2 989)	5 777	(21 569)	(32 689)
	—	—	(56)	(56)
	—	(251)	(5 337)	599 834
	34 924	74	—	273 681
	4 723	—	—	157 475
	1 349	—	—	158 484
	—	—	—	74 541
	1 439	(2 383)	(12 746)	(31 016)
	17 271	15	11	31 929
	18 710	(2 368)	(12 735)	913
	282 623	4 613	10 688	1 079 375
	125 982	56 114	47 973	823 228
	6 552	—	34	13 215

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS continued

for the six months ended 31 December 2024

5. Segmental report continued

Six months ended 31 December 2023 (Reviewed)	Notes	Infrastructure A\$'000	Building A\$'000
Continuing operations			
Revenue		1 191 068	224 120
Cost of sales		(1 122 017)	(213 802)
Gross earnings / (loss)		69 051	10 318
Operating earnings / (loss) before capital items		25 322	5 249
Capital earnings / (expenses)		—	—
Finance earnings		2 784	565
Finance expenses		(1 562)	(5)
Earnings / (loss) before taxation		26 544	5 809
Taxation		—	—
Earnings / (loss) for the period		26 544	5 809
Discontinued operations			
Loss for the period		—	—
Material cost of sales line items			
Sub-contractors		499 676	184 369
Employee costs		231 151	11 030
Materials		174 205	4 123
Plant costs		120 040	—
Project costs		71 835	14 220
Continuing and discontinued operations			
Earnings / (loss) before interest, taxation, depreciation and amortisation (EBITDA)			
Operating earnings / (loss) before capital items		25 322	5 249
Depreciation		13 718	223
EBITDA		39 040	5 472
Total assets		740 983	65 545
Total liabilities		570 648	79 300
Capital expenditure		20 126	—

* Prior year information has been restated in order to align with the new reportable segments identified in terms of IFRS 8 as at 30 June 2024.

	Mining A\$'000	Aveng Legacy \$'000	Aveng Corporate and eliminations A\$'000	Total* A\$'000
	135 866	793	(31 070)	1 520 777
	(129 219)	(2 981)	31 190	(1 436 829)
	6 647	(2 188)	120	83 948
	1 947	(2 876)	(14 131)	15 511
	(8 014)	(161)	(43)	(8 218)
	203	15	2 132	5 699
	(5 634)	(866)	(4 408)	(12 475)
	(11 498)	(3 888)	(16 450)	517
	(3 597)	—	3 878	281
	(15 095)	(3 888)	(12 572)	798
	—	—	(12)	(12)
	—	921	(33 248)	651 718
	36 370	380	—	278 931
	4 549	2	—	182 879
	2 705	—	—	122 745
	—	—	—	86 055
	1 947	(2 876)	(14 131)	15 511
	22 068	—	—	36 009
	24 015	(2 876)	(14 131)	51 520
	282 907	7 381	43 497	1 140 313
	129 697	9 980	97 525	887 150
	23 694	—	19	43 839

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS continued

for the six months ended 31 December 2024

5. Segmental report continued

Year ended 30 June 2024 (Audited)	Note	Infrastructure A\$'000	Building A\$'000
Continuing operations			
Revenue		2 417 087	419 115
Cost of sales		(2 272 928)	(399 239)
Gross earnings / (loss)		144 159	19 876
Operating earnings / (loss) before capital items		57 386	8 637
Capital earnings / (expenses)		—	—
Finance earnings		6 041	1 348
Finance expenses		(2 754)	(38)
Earnings / (loss) before taxation		60 673	9 947
Taxation		5 018	—
Earnings / (loss) for the period		65 691	9 947
Discontinued operations			
Loss for the period		—	—
Material cost of sales line items			
Sub-contractors		1 080 395	354 210
Employee costs		416 238	23 975
Materials		384 430	13 427
Plant costs		231 075	—
Project costs		109 812	7 295
Continuing and discontinued operations			
Earnings / (loss) before interest, taxation, depreciation and amortisation (EBITDA)			
Operating earnings / (loss) before capital items		57 386	8 637
Depreciation		26 621	525
EBITDA		84 007	9 162
Total assets		891 080	40 640
Total liabilities		673 175	84 680
Capital expenditure		26 734	—

	Mining A\$'000	Aveng Legacy A\$'000	Aveng Corporate and eliminations A\$'000	Total A\$'000
	268 835	795	(50 476)	3 055 356
	(253 153)	(4 949)	50 476	(2 879 793)
	15 682	(4 154)	—	175 563
	2 012	(5 052)	(28 505)	34 478
	(8 120)	42	773	(7 305)
	716	20	3 454	11 579
	(11 148)	(983)	(7 746)	(22 669)
	(16 540)	(5 973)	(32 024)	16 083
	4 591	139	(91)	9 657
	(11 949)	(5 834)	(32 115)	25 740
	—	—	(80)	(80)
	—	1 450	(50 476)	1 385 579
	66 971	517	—	507 701
	9 338	4	—	407 199
	5 318	—	—	236 393
	—	—	—	117 107
	2 012	(5 052)	(28 505)	34 478
	42 591	—	159	69 896
	44 603	(5 052)	(28 346)	104 374
	278 588	6 260	46 103	1 262 671
	126 656	9 506	86 696	980 713
	34 982	—	41	61 757

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS continued

for the six months ended 31 December 2024

5. Segmental report continued

	South Africa A\$'000	Australia A\$'000	New Zealand and Pacific Islands A\$'000	Southeast Asia A\$'000	Other regions A\$'000	Total A\$'000
Six months ended 31 December 2024 (Reviewed)						
Revenue	126 429	998 084	252 543	21 288	—	1 398 344
Operating (loss) / earnings	(4 688)	(453)	17 904	(43 950)	171	(31 016)
Capital expenditure	6 586	4 276	1 501	852	—	13 215
Segment assets	257 425	567 798	187 044	68 905	(1 797)	1 079 375
Six months ended 31 December 2023 (Reviewed)						
Revenue	136 727	1 151 165	156 874	76 011	—	1 520 777
Operating earnings / (loss)	(8 317)	14 418	14 223	(4 314)	(499)	15 511
Capital expenditure	23 713	14 674	5 172	280	—	43 839
Segment assets	298 852	596 231	152 857	92 188	185	1 140 313
Year ended 30 June 2024 (Audited)						
Revenue	269 632	2 216 345	425 561	143 818	—	3 055 356
Operating earnings / (loss)	(15 990)	29 681	24 770	(4 215)	236	34 482
Capital expenditure	35 023	16 091	8 343	2 300	—	61 757
Segment assets	293 271	738 472	134 301	95 380	1 247	1 262 671

6. **Headline earnings**

	31 December 2024 (Reviewed)		31 December 2023 (Reviewed)		30 June 2024 (Audited)	
	Gross of taxation A\$'000	Net of taxation A\$'000	Gross of taxation A\$'000	Net of taxation A\$'000	Gross of taxation A\$'000	Net of taxation A\$'000
Determination of headline earnings						
(Loss) / earnings for the period attributable to equity holders of parent		(32 873)		767		25 653
Gain on disposal of Infrastructure investment	(1 429)	(1 429)	—	—	—	—
Impairment of loan with joint venture	—	—	161	161	161	161
Impairment of property, plant and equipment	—	—	7 786	5 684	7 786	5 684
Impairment of other non-current assets	55	55	—	—	—	—
Loss on disposal of other non-current assets	11	11	—	—	—	—
Loss on disposal of assets Held for Sale	—	—	74	74	86	86
(Gain) / Loss on disposal of property, plant and equipment	(1 533)	(1 533)	228	209	343	256
Reversal of impairment loss on right-of-use assets	—	—	—	—	(964)	(964)
Loss on derecognition of components	1 300	1 300	6 118	4 466	9 726	7 100
Exchange differences on translating foreign operations reclassified to earnings and loss on derecognition	56	56	(19)	(19)	(6)	(6)
Headline (loss) / earnings		(34 413)		11 342		37 970
Diluted headline (loss) / earnings		(34 413)		11 342		37 970
HEPS from continuing and discontinued operations						
Headline (loss) / earnings per share – basic (cents)		(26.7)		8.8		29.6
Headline (loss) / earnings per share – diluted (cents)		(26.7)		8.6		28.9
Issued shares		131.3		131.3		131.3
Weighted average shares		129.1		128.5		128.4
Diluted shares		129.1		131.3		131.3
Reconciliation of diluted shares						
Weighted average number of shares		129.1		128.5		128.4
<i>Add:</i> Shares issuable in terms of the equity-settled share-based payment plan		—		2.8		2.9
Diluted weighted average number of shares		129.1		131.3		131.3

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS continued

for the six months ended 31 December 2024

7. Contract assets / (liabilities)

	31 December 2024 (Reviewed) A\$'000	31 December 2023 (Reviewed) A\$'000	30 June 2024 (Audited) A\$'000
Uncertified claims and variations (underclaims) ¹	144 353	155 340	188 819
Contract contingencies	(25 189)	(17 600)	(28 245)
Progress billings received (including overclaims and early customer receipts) ^{2/5}	(258 368)	(215 526)	(214 957)
Uncertified claims and variations less progress billings received	(139 204)	(77 786)	(54 383)
Contract receivables ³	227 689	253 093	360 361
Provision for expected credit loss	(985)	(316)	(1 759)
Retention receivables ⁴	13 000	13 667	11 357
Net contract assets	100 500	188 658	315 576
Disclosed on the statement of financial position as follows:			
Uncertified claims and variations ¹	144 353	155 340	188 819
Contract contingencies	(25 189)	(17 600)	(28 245)
Contract receivables	227 689	253 093	360 361
Retention receivables	13 000	(316)	11 357
Provision for expected credit losses	(985)	13 667	(1 759)
Contract assets	358 868	404 184	530 533
Progress billings received (including overclaims and amounts received in advance) ^{2/5}	(258 368)	(215 526)	(214 957)
Contract liabilities	(258 368)	(215 526)	(214 957)
Net contract assets	100 500	188 658	315 576

¹ Includes revenue not yet certified – recognised over time / measurement and agreed variations, less provisions and deferred contract costs.

² Progress billings are amounts billed for work performed above revenue recognised.

³ Amounts invoiced still due from customers.

⁴ Retentions are amounts invoiced but not paid for until the conditions specified in the contract are fulfilled or until defects have been rectified.

⁵ Advances are amounts received from the customer before the related work is performed. These conditions are anticipated to be fulfilled within the following 12 months.

8. External borrowings and other liabilities

	31 December 2024 (Reviewed) A\$'000	31 December 2023 (Reviewed) A\$'000	30 June 2024 (Audited) A\$'000
Borrowings held at amortised cost comprise:			
Credit and term facilities	5 245	13 747	—
– within one year	5 245	13 747	—
Asset-backed financing arrangements	63 388	58 367	54 026
– within one year	22 831	16 590	19 090
– between two and five years	40 557	41 777	34 936
Total borrowings held at amortised cost	68 633	72 114	54 026
Interest rate structure			
Fixed and variable (interest rates)			
Fixed – short-term	7 753	725	21
Variable – long-term	40 557	41 777	34 936
Variable – short-term	20 323	29 612	19 069
	68 633	72 114	54 026

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS continued

for the six months ended 31 December 2024

8. External borrowings and other liabilities continued

Description	Terms	Rate of interest	31 December 2024 (Reviewed) A\$'000	31 December 2023 (Reviewed) A\$'000	30 June 2024 (Audited) A\$'000
Credit and term facilities					
Short-term debt facility (A\$)	Settled March 2024	Variable interest rate at BBSY + 4%	—	13 081	—
Short-term financing (A\$)	Settled June 2024	Fixed interest rate of 7.7%	—	666	—
Short-term financing (A\$)	Monthly instalments ending February 2025	Fixed interest rate of 6.43%	581	—	—
Facilities denominated in A\$	Monthly instalments ending February 2025	Fixed interest rate of 5.63%	4 664	—	—
Asset-backed financing arrangements					
Hire purchase facility agreement (USD)	Monthly instalments ending February 2027	South African Prime + 1.75%	34 151	42 233	38 211
Facilities denominated in USD	Up to 24 months	South African Prime + 1.75%	6 918	6 619	7 669
Hire purchase agreement (ZAR)	Monthly instalments ending March 2027	South African Prime	6 815	9 456	8 125
Facilities denominated in A\$	Monthly instalments ending August 2028	Variable interest rate at BBSW +8.5%	15 500	—	—
Facilities denominated in A\$	Monthly instalments ending in February 2025	Fixed interest rate of 7.7%	4	59	21
Total interest-bearing borrowings			68 633	72 114	54 026

8. External borrowings and other liabilities continued

Unutilised borrowing facilities

At 31 December 2024, the Group had available A\$23.4 million (includes bank overdraft facilities of A\$15.6 million) (30 June 2024: A\$10 million (includes bank overdrafts of A\$10 million); and 31 December 2023: A\$13 million (includes bank overdraft facilities of A\$12 million) of unutilised borrowing facilities.

Asset-backed financing arrangements

Construction and Engineering: Australasia and Asia

The business entered into asset-backed finance arrangements to fund the acquisition of various items of plant and machinery.

The total asset-backed finance facilities amounted to A\$40.9 million. The amount outstanding on these facilities as at year end was A\$15.5 million. These asset-backed arrangements were secured by plant and equipment with a net carrying amount of A\$40.9 million.

Mining

The total asset-backed finance facilities amounted to A\$47.8 million. The amount outstanding on these facilities as at 31 December 2024 was A\$47.8 million. These asset-backed arrangements were secured by plant and equipment with a net carrying amount of A\$ 66 million.

9. Capital earnings / (expenses)

	31 December 2024 (Reviewed) A\$'000	31 December 2023 (Reviewed) A\$'000	30 June 2024 (Audited) A\$'000
Gain on derecognition of right-of-use assets	516	—	—
Gain on derecognition of IFRS 16 assets and liabilities	5 521	—	—
Gain on disposal of infrastructure investment	1 429	—	—
Loss on disposal of other non-current assets	(11)	—	—
Preliminary strategic implementation costs	(3 730)	—	—
Gain / (loss) on disposal of property, plant and equipment	1 533	(228)	(343)
Impairment of other non-current assets	(55)	—	—
Impairment loss on property, plant and equipment	—	(7 786)	(7 786)
Impairment loss of loan with joint venture	—	(161)	(161)
Reversal of impairment loss on right-of-use assets	—	—	985
Loss on disposal of Held for Sale	—	(74)	—
Other expenses	—	31	—
	5 203	(8 218)	(7 305)

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS continued

for the six months ended 31 December 2024

10. Disposal of infrastructure investment

As announced on 2 December 2024, Aveng completed the disposal of its 30% investment in the issued share capital of Dimopoint Proprietary Limited (Dimopoint), through its subsidiary, Aveng Africa Proprietary Limited (Aveng Africa), to Collins Property Group for cash proceeds of A\$8.1 million (R96 million).

The disposal resulted in the termination of the head lease agreement between Aveng Africa and Dimopoint, the settlement of rights and the release of all obligations and liabilities associated with the head lease agreement. The disposal resulted in the derecognition of the remaining lease liabilities and associated sub-lease receivables previously recognised by Aveng Africa. In addition, the ongoing expenses and associated liabilities, including contingent liabilities, associated with the properties will be extinguished. Moolmans has entered into a lease with Dimopoint for the property that it occupies on substantially the same terms and conditions.

The transaction was categorised as a Category 2 transaction in terms of the JSE Listings Requirements. Refer to the SENS announcement to shareholders on 2 December 2024 for further details relating to the transaction.

No shareholder approval was required.

	Note	31 December 2024 (Reviewed) A\$'000
Gain on disposal of Dimopoint		
Total assets		12 142
Infrastructure investments		12 142
Total liabilities		5 486
Provisions		5 486
Net assets sold		6 656
Total cash proceeds net of transaction costs		8 085
Purchase consideration		8 209
<i>Less:</i> Transaction costs paid		(124)
Gain on disposal of Infrastructure Investment	9	1 429
Gain on derecognition of IFRS 16 assets and liabilities	9	5 521
Lease liabilities derecognised		35 542
Lease receivable derecognised		(30 021)

11. Contingent liabilities

Contingent liabilities at the reporting date, not otherwise provided for in interim results, arise from performance bonds and guarantees issued in:

	31 December 2024 (Reviewed)	31 December 2023 (Reviewed)	30 June 2024 (Audited)
South Africa and rest of Africa			
Guarantees and bonds (ZARm)	45	82	51
Parent company guarantees (ZARm)	155	142	138
	200	224	189
Australasia and Asia			
Guarantees and bonds (A\$m)	553	423	405
Parent company guarantees (A\$m)	2	2	2
	555	425	407

Claims and legal disputes in the ordinary course of business

The Group is, from time to time, involved in various legal disputes arising in the ordinary course of business. Depending on the merits, legal disputes can translate into future claims and legal proceedings which will be vigorously defended by the Group. Exposures may arise from the normal course of business including contractual penalties associated with ongoing projects.

Where required, adequate provision is made for all liabilities which are expected to materialise. However, if the outcome of claims or legal disputes are on balance considered to be possible but not probable, they are not disclosed as a provision.

Based on internal and / or external assessments and / or advice from legal advisers (where appropriate, including counsel), the Board believes that there is significant uncertainty as to whether a future exposure or liability will arise in respect of normal course of business claims and disputes, and such there are on balance considered to be remote.

The Board believes that Aveng has realistic defences against normal course of business claims and legal disputes, and any adverse decisions in relation to contingent liabilities in this regard will not have a material adverse effect on the financial position of the Group.

Update on specific claims and legal disputes

There have been no material changes to the specific claims and legal disputes since 30 June 2024.

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS continued

for the six months ended 31 December 2024

12. Cash generated from operating activities

	Note	31 December 2024 (Reviewed) A\$'000	31 December 2023 (Reviewed) A\$'000	30 June 2024 (Audited) A\$'000
(Loss) / earnings before taxation from continuing operations		(32 185)	517	16 083
(Loss) / earnings before taxation from discontinued operations		(56)	(12)	(80)
(Loss) / earnings before taxation		(32 241)	505	16 003
Finance earnings		(5 933)	(5 699)	(11 579)
Finance expenses		12 305	12 475	22 669
Dividend earnings		—	(818)	(2 476)
Share of loss from equity-accounted investment		17	112	102
Cash retained from operations		(25 852)	6 575	24 719
Non-cash and other movements	12.1	(9 721)	7 539	9 653
Depreciation		31 929	36 087	69 896
Cash generated from operations		(3 644)	50 201	104 268
Movements in working capital	12.2	49 279	72 199	45 734
		45 635	122 400	150 002

12.1 Non-cash and other movements

Equity-settled share-based payment expense		352	2 678	5 355
Impairment loss on plant and equipment		—	7 786	7 786
Impairment loss on loan with joint venture		—	161	161
Impairment loss on equity-accounted investment		55	—	—
Gain on derecognition of right-of-use assets		(516)	—	—
Gain on derecognition of IFRS 16 assets and liabilities		(5 521)	—	—
Gain on disposal of infrastructure investment		(1 429)	—	—
Loss on disposal of other non-current assets		11	—	—
Derecognition of components included in plant and equipment		1 300	6 118	9 726
Loss / (gain) on sale of assets Held for Sale		—	74	86
(Gain) / loss on disposal of plant and equipment		(1 533)	228	343
Reversal of impairment loss on right-of-use assets		—	—	(985)
Movement in provisions		(1 420)	(3 090)	(3 063)
Unrealised foreign exchange losses on borrowings and other liabilities		(4 645)	160	(3 213)
Movements in foreign currency translation		3 569	(6 557)	(6 537)
Exchange differences on translating foreign operations reclassified to earnings and loss on derecognition		56	(19)	(6)
		(9 721)	7 539	9 653

12. Cash generated from operating activities continued

	Note	31 December 2024 (Reviewed) A\$'000	31 December 2023 (Reviewed) A\$'000	30 June 2024 (Audited) A\$'000
12.2 Movements in working capital				
Decrease in inventories		270	478	336
Decrease / (increase) in contract assets		171 665	18 223	(108 127)
Decrease in trade and other receivables		3 627	571	3 574
Increase in contract liabilities		43 411	43 051	42 482
(Decrease) / increase in trade and other payables		(159 173)	9 820	91 788
(Decrease) / increase in employee-related payables		(10 521)	56	15 680
		49 279	72 199	45 734

13. Events after the reporting period

The directors are not aware of any significant matter or circumstance arising after the reporting date up to the date of this report except as stated below:

13.1 Gamsberg contract

Subsequent to period end, Moolmans concluded a new 60-month contract at Gamsberg, delivering greater volumes, improved revenue and profitability.

ANNEXURE 1 – SUPPLEMENTARY INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

for the six months ended 31 December 2024

	31 December 2024 (Pro forma) Rm*	31 December 2023 (Pro forma) Rm*	30 June 2024 (Pro forma) Rm*
ASSETS			
Non-current assets			
Goodwill arising on consolidation	100	100	100
Property, plant and equipment	2 744	3 001	2 870
Right-of-use assets	592	616	713
Infrastructure investments	—	142	142
Deferred taxation	1 428	1 064	1 282
Lease receivables	—	361	292
Other non-current assets	23	37	28
	4 887	5 321	5 427
Current assets			
Inventories	237	255	250
Contract assets	4 197	5 048	6 460
Trade and other receivables	313	413	374
Lease receivables	—	82	98
Cash and bank balances	2 995	3 123	2 772
	7 742	8 921	9 954
TOTAL ASSETS	12 629	14 242	15 381
EQUITY AND LIABILITIES			
Equity			
Stated capital	4 804	4 796	4 801
Other reserves	1 559	1 655	1 621
Accumulated losses	(3 369)	(3 295)	(2 989)
Equity attributable to equity-holders of parent	2 994	3 156	3 433
Non-controlling interest	7	6	6
TOTAL EQUITY	3 001	3 162	3 439
LIABILITIES			
Non-current liabilities			
Deferred taxation	412	211	290
External borrowings and other liabilities	474	522	426
Lease liabilities	439	925	877
Provisions	55	74	52
Employee-related payables	516	510	490
	1 896	2 242	2 135
Current liabilities			
Contract liabilities	3 021	2 692	2 617
External borrowings and other liabilities	328	379	233
Lease liabilities	231	314	383
Provisions	300	391	402
Employee-related payables	225	218	409
Trade and other payables	3 608	4 802	5 693
Taxation payable	19	42	70
	7 732	8 838	9 807
TOTAL LIABILITIES	9 628	11 080	11 942
TOTAL EQUITY AND LIABILITIES	12 629	14 242	15 381

* The statement of financial position has been translated from Australian Dollar to Rand at a closing rate of R11.69 / A\$1 (December 2023: R12.49 / A\$1; June 2024: R12.17 / A\$1).

ANNEXURE 1 – SUPPLEMENTARY INTERIM CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE EARNINGS

for the six months ended 31 December 2024

	Six months ended 31 December 2024 (Pro forma) Rm*	Six months ended 31 December 2023 (Pro forma) Rm*	Year ended 30 June 2024 (Pro forma) Rm*
Continuing operations			
Revenue	16 619	18 553	37 450
Cost of sales	(16 152)	(17 528)	(35 299)
Gross earnings	467	1 025	2 151
Other earnings	2	38	74
Operating expenses	(825)	(870)	(1 800)
Loss from equity-accounted investments	—	(1)	(1)
Operating (loss) / earnings before capital items	(356)	192	424
Capital (expenses) / earnings	60	(99)	(90)
Operating (loss) / earnings after capital items	(296)	93	334
Finance earnings	70	69	142
Finance expenses	(146)	(152)	(278)
(Loss) / earnings before taxation	(372)	10	198
Taxation	(6)	2	117
(Loss) / earnings from continuing operations	(378)	12	315
Discontinued operations			
Loss on disposal of assets Held for Sale and fair value adjustment	—	(1)	—
(Loss) / earnings from discontinued operations	—	(1)	—
(Loss) / earnings for the period	(378)	11	315

* The statement of comprehensive income has been translated from Australian Dollar to Rand to at an average of R11.86 / A\$1 (December 2023: R12.20 / A\$1 ZAR1; June 2024: R12.27 / A\$1).

ANNEXURE 2

for the six months ended 31 December 2024

Independent Auditor's Report on Review of Interim financial statements

To the shareholders of Aveng Limited

Introduction

We have reviewed the accompanying interim condensed consolidated statement of financial position of Aveng Limited ("the Group") at 31 December 2024, the interim condensed consolidated statements of comprehensive earnings, changes in equity and cash flows for the six months then ended, and notes to the interim condensed consolidated financial statements, excluding the salient features commentary, corporate information and the supplementary information denominated in the South African Rand (ZAR) in Annexure 1 and note 2.2.

Management is responsible for the preparation and presentation of this interim condensed consolidated statements in accordance with IAS 34: Interim Financial Reporting, the Financial Pronouncements as issued by the Financial Reporting Standards Council and SAICA Financial Reporting Guides as issued by the Accounting Practices Committee ("collectively JSE Financial Reporting Requirements"), and the requirements of the South African Companies Act. Our responsibility is to express a conclusion on these interim condensed consolidated financial statements based on our review.

Scope of Review

We conducted our review in accordance with the International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim condensed consolidated financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim condensed consolidated financial statements as at 31 December 2024 is not prepared, in all material respects, in accordance with IAS 34: Interim Financial Reporting, the Financial Pronouncements as issued by the Financial Reporting Standards Council and SAICA Financial Reporting Guides as issued by the Accounting Practices Committee ("collectively JSE Financial Reporting Requirements"), and the requirements of the South African Companies Act.

KPMG Inc.
Per Fred von Eckardstein
Chartered Accountant (SA)
Registered Auditor
Director

17 February 2025

Auditor's Assurance Report on the compilation of the Supplementary Financial information of Aveng Limited

To the Directors of Aveng Limited

Introduction

We have completed our assurance engagement to report on the compilation of the Supplementary Financial Information of Aveng Limited ("**Aveng**" or "**Company**") and its subsidiaries ("**the Group**"), by the directors of Aveng (the "**Directors**").

The Supplementary Financial Information comprises of each financial statement caption included in the supplementary interim condensed consolidated statements of financial position as at 31 December 2024 and 31 December 2023 and each financial statement caption included in the supplementary interim condensed consolidated statements of comprehensive earnings for the six months ended 31 December 2024 and 31 December 2023, presented in South African Rand (collectively "**Supplementary Financial Information**").

The applicable criteria on the basis of which the Directors have compiled the Supplementary Financial Information is specified in the Listings Requirements of the JSE Limited ("**JSE Listings Requirements**") including Guidance Letter: Presentation of pro forma financial information dated 4 March 2010, and described in the basis of preparation set out in note 2.2: *Supplementary information, to the accounting policies forming part of the reviewed 2024 Interim Condensed Consolidated Financial Statements* ("**Supplementary Information Accounting Policy**").

The purpose of the Supplementary Financial Information is solely to illustrate the impact of translation each supplementary interim condensed consolidated statement of financial position financial statement caption at the closing exchange rates on 31 December 2024 and 31 December 2023, respectively, and each supplementary interim condensed consolidated statement of comprehensive earnings financial statement caption at an average exchange rate for the years ended 31 December 2024 and 31 December 2023, respectively ("**Pro forma Adjustments**").

As part of this process the reviewed interim consolidated statement of financial position and reviewed interim consolidated statement of comprehensive earnings for the six months ended 31 December 2024 and 31 December 2023 ("**Reviewed Financial Information**") have been extracted by the Directors from the reviewed 2024 Interim Condensed Consolidated Financial Statements on which unmodified review opinions were issued on 17 February 2025 and 19 February 2024, respectively.

Directors' responsibility for the Supplementary Financial Information

The Directors are solely responsible for the compilation and presentation of the Supplementary Financial Information on the basis of the applicable criteria specified in the JSE Listings Requirements including Guidance Letter: Presentation of *pro forma financial information dated 4 March 2010* and described in the basis of preparation set out in note 2.2: *Supplementary information, to the accounting policies forming part of the reviewed 2024 Interim Condensed Consolidated Financial Statements* (the "**Applicable Criteria**").

Our independence and quality control

We have complied with the independence and other ethical requirements of the Code of Professional Conduct for Registered Auditors issued by the Independent Regulatory Board for Auditors (IRBA Code), which is founded on fundamental principles of integrity, objectivity, professional competence and due care, confidentiality and professional behaviour. The IRBA Code is consistent with the corresponding sections of the International Ethics Standards Board for Accountants' *International Code of Ethics for Professional Accountants (including International Independence Standards)*.

KPMG Inc. applies the International Standard on Quality Management 1, which requires the firm to design, implement and operate a system of quality management including policies or procedures regarding compliance with ethical requirements, professional standards and applicable legal and regulatory requirements.

Independent Auditor's responsibility

Our responsibility is to express an opinion about whether the Supplementary Financial Information has been compiled, in all material respects, by the Directors on the basis specified in the JSE Listings Requirements including Guidance Letter: *Presentation of pro forma financial information dated 4 March 2010* and described in the basis of preparation set out in note 2.2: *Supplementary information, to the accounting policies forming part of the reviewed 2024 Interim Condensed Consolidated Financial Statements*.

We conducted our engagement in accordance with International Standard on Assurance Engagements (ISAE) 3420, *Assurance Engagements to Report on the Compilation of Pro Forma Financial Information Included in a Prospectus*,

issued by the International Auditing and Assurance Standards Board. This standard requires that the auditor plans and performs procedures to obtain reasonable assurance about whether the Directors have compiled, in all material respects, the Supplementary Financial Information on the basis specified in the JSE Listings Requirements including Guidance Letter: Presentation of pro forma financial information dated 4 March 2010 and described in the basis of preparation set out in note 2.2: Supplementary information, to the accounting policies forming part of the reviewed 2024 Interim Condensed Consolidated Financial Statements.

For purposes of this engagement, we are not responsible for updating or reissuing any reports or opinions on any historical financial information used in compiling the Supplementary Financial Information. We note, however, that we reviewed the 2024 Interim Condensed Consolidated Financial Statements and we have reviewed the 2023 Interim Condensed Consolidated Financial Statements, which have been used in compiling the Supplementary Financial Information. We issued our unmodified review opinions on the 2024 and 2023 Interim Condensed Consolidated Financial Statements on 17 February 2025 and 19 February 2024, respectively.

The purpose of the Supplementary Financial Information included in the 2024 Interim Condensed Consolidated Financial Statements is solely to assist the stakeholders in interpreting the financial performance of the Group in South African Rand.

A reasonable assurance engagement to report on whether the Supplementary Financial Information has been compiled, in all material respects, on the basis of the Applicable Criteria involves performing procedures to assess whether the Applicable Criteria used by the Directors in the compilation of the Supplementary Financial Information provides a reasonable basis for presenting the events and conditions to obtain sufficient appropriate evidence about whether:

- The Pro forma Adjustments give appropriate effect to the Applicable Criteria; and
- The Supplementary Financial Information reflects the proper application of the Pro forma Adjustments to the unadjusted Reviewed Financial Statements.

Our procedures selected depend on our judgment, having regard to our understanding of the nature of the Group and the Pro forma Adjustments in respect of the Supplementary Financial Information has been compiled and other relevant engagement circumstances.

Our engagement also involves evaluating the overall presentation of the Supplementary Financial Information.

We believe that the evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Opinion

In our opinion, the Supplementary Financial Information has been compiled, in all material respects, on the basis of the Applicable Criteria specified in the JSE Listings Requirements including Guidance Letter: Presentation of pro forma financial information dated 4 March 2010 and described in the basis of preparation set out in note 2.2: Supplementary information, to the accounting policies forming part of the reviewed 2024 Interim Condensed Consolidated Financial Statements.

Restriction on use

This report has been prepared for the purpose of satisfying the requirements of the JSE Listings Requirements, and for no other purpose.

KPMG Inc.
Per FHC von Eckardstein
Chartered Accountant (SA)
Registered Auditor
Director
17 February 2025

CORPORATE INFORMATION

Directors

PA Hourquebie** (Chair),
SV Cummins (Group CEO),
AH Macartney (Group FD),
B Modise (Lead independent director)**,
N Bowen**,
SJ Flanagan*,
BC Meyer**,
D Noko**

* Non-executive

Independent

Company secretary

Edinah Mandizha

Business address and registered office

2 Merlin Rose Avenue
Parkhaven, Boksburg
Gauteng, 1459, South Africa
Telephone +27 (0) 11 779 2800

Company registration number

1944/018119/06

Share codes

Share code: AEG
Share ISIN: ZAE 000302618

Website

www.aveng.co.za

Auditor

KPMG Inc.
Registration number: 1999/021543/21
KPMG Crescent
85 Empire Road, Parktown, 2193
Private Bag 9, Parkview, 2122
South Africa
Telephone +27 (0) 11 647 7111

Principal bankers

The Standard Bank of South Africa Limited
Australia and New Zealand Banking Group

Corporate legal advisers

Alchemy Law Africa (Pty) Ltd
Pinsent Masons
Dalal and Associates

Sponsor

Valeo Capital Proprietary Limited
Registration number: 2021/834806/07
Unit 12 Paardevlei Specialist Medical Centre
Paardevlei
Somerset West
Western Cape, 7130, South Africa

Registrars

Computershare Investor Services Proprietary Limited
Registration number: 2004/003647/07
Rosebank Towers, 15 Biermann Avenue
Rosebank, 2196, South Africa
PO Box 61051
Marshalltown, 2107
South Africa
Telephone +27 (0) 11 370 5000



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