



**UNAUDITED CONDENSED
CONSOLIDATED INTERIM
FINANCIAL STATEMENTS**
for the six months ended 31 March

26



Quantum Foods Holdings Limited
 Incorporated in the Republic of South Africa
 Registration number: 2013/208598/06
 Share code: QFH
 ISIN: ZAE000193686
 (“Quantum Foods” or “the Group” or “the Company”)

Unaudited condensed consolidated interim financial statements

For the six months ended 31 March 2026

Salient features

	2026	2025	% change*
Revenue	R3 427 million	R3 601 million	(5)
Operating profit (before items of a capital nature)**	R232 million	R205 million	13
Operating profit	R241 million	R205 million	18
Headline earnings	R176 million	R151 million	17
Earnings per share	90.4 cents	74.5 cents	21
Headline earnings per share (“HEPS”)	86.5 cents	74.8 cents	16
Interim dividend per share	22.0 cents	nil cents	

* Rounding of figures may result in computational discrepancies.

** Income or expenditure of a capital nature in the statement of comprehensive income, i.e. all profit or loss items that are excluded in the calculation of HEPS. The principal items excluded under this measurement are the profit or loss on disposal of property, plant and equipment and non-current assets held for sale.

Commentary

Operating environment

South Africa

Trading conditions during the six months ended 31 March 2026 (“current reporting period” or “HY2026”) were generally more favourable than those experienced during the six months ended 31 March 2025 (“previous reporting period” or “HY2025”), supported by higher demand for poultry products, lower feed input costs, low levels of electricity disruption in South Africa, and continued recovery following the impacts of highly pathogenic avian influenza (“HPAI”) in prior years. The demand for poultry products was supported by an outbreak of foot-and-mouth disease in South Africa that resulted in reduced red meat supply.

To the Company’s knowledge, the last HPAI outbreak reported in South Africa occurred in November 2025, affecting a KwaZulu-Natal commercial broiler farm. During the current reporting period, the Company was affected by an outbreak in early October 2025 at a Western Cape layer farm that impacted c. 153 000 hens (no HPAI outbreaks occurred at Company-owned farms in the previous reporting period). The absence of further outbreaks during the current reporting period supported improved throughput, flock stability and cost recovery.

Feed input costs declined materially during the current reporting period. The average SAFEX yellow maize price decreased by 30.6% as South African maize prices moved closer to export parity, compared to the previous reporting period when local maize prices were closer to import parity.

Notwithstanding a 1.0% increase in the price of soya bean meal on the Chicago Board of Trade compared to the previous reporting period, the landed cost of soya bean meal decreased by 14.1%, primarily as a result of an 8.0% strengthening of the South African rand (“Rand”) against the US dollar over the same period. In addition, the price of wheat bran decreased by 24.7% and the price of hominy chop decreased by 19.0% compared to the previous reporting period.

However, in line with the Company’s normal procurement and hedging practices, forward-priced raw material positions at the commencement of the current reporting period delayed the full realisation of the benefit of these lower feed raw material market prices. As a result, when compared to the previous reporting period:

- the weighted average cost of broiler feed decreased by approximately 4.5%; and
- the weighted average cost of layer feed decreased by approximately 9.2%.

Enquiries:

Quantum Foods: +27 21 864 8600, info@quantumfoods.co.za
 Adel van der Merwe: adel.vandermerwe@quantumfoods.co.za
 André Muller: andre.muller@quantumfoods.co.za

Commentary (continued)

Other African operations

Trading conditions in the Group's other African operating countries generally improved from the previous reporting period.

In Zambia, lower feed raw material costs and improved electricity supply stimulated demand for day-old chicks, feed and eggs, resulting in increased margins.

In Mozambique, the previous reporting period was negatively impacted by unrest following the election in October 2024. During that period, the Company experienced a looting incident at its layer farm where c. 16% of birds were looted. The incident also disrupted bird health by interrupting the vaccination programme. In addition, egg selling prices were lower during the current reporting period.

Ugandan poultry producers continued to experience favourable trading conditions, supported by stable feed costs and increased demand for day-old chicks and feed.

Segmental review

Eggs

	HY2026	HY2025	Change
External revenue	R584 million	R615 million	(5.1%)
Operating profit (before items of a capital nature)	R42 million	R72 million	(R30 million)

The Company's egg supply increased by approximately 4.4% compared to the previous reporting period, reflecting improved layer flock production performance and targeted layer flock placements. Average egg selling prices declined by approximately 8.8%, primarily due to the higher national layer flock size and the resultant increased egg availability in the market.

Higher volumes, lower feed costs and a continued focus on operational efficiency and cost management mitigated the impact on earnings that resulted from lower selling prices.

Farming

	HY2026	HY2025	Change
External revenue	R960 million	R1 021 million	(6.0%)
Operating profit (before items of a capital nature)	R93 million	R80 million	R13 million

Layer farming

The Bergvlei chicks business faced challenges during the current reporting period. Additional costs were incurred in line with the strategy to enhance the regional diversification of breeder flocks, as well as during the start-up phase of the newly rented layer hatchery in the Western Cape. These additional costs were incurred during a period of weaker demand for layer livestock, which caused an oversupply of hatching eggs that resulted in lower breeder cost recovery.

Total day-old pullet production increased marginally from the previous reporting period, while sales volumes of point-of-lay hens reduced by 33.7%.

Internal layer farming performance improved further when compared to the previous reporting period, as evidenced by:

- an increase in daily egg production per hen;
- improved feed conversion ratios; and
- improved mortality performance.

The improvement in layer farming performance, and proceeds from an insurance claim submitted in FY2025, offset the challenges experienced by the Bergvlei business, resulting in slightly improved earnings from the layer farming business compared to the previous reporting period.

Broiler farming

The broiler farming business performed well during the current reporting period, with improved earnings mainly attributable to the sale of day-old chicks from the Hartbeespoort hatchery following increased production of hatching eggs on the two newly converted breeder farms near the hatchery.

During the previous reporting period, these conversion projects were still underway and greater numbers of hatching eggs had to be transported from the Western Cape at an increased logistical cost and weaker efficiency, particularly in relation to hatchability, due to the long-distance transportation process.

Total day-old broiler chick volumes produced increased by approximately 9.1%, supported by strong breeder performance and improved hatchability. Average selling prices for day-old chicks increased due to strong market demand, including increased demand for chicken products following the outbreak of foot-and-mouth disease.

Live broiler volumes supplied increased by approximately 3.3%, driven by marginally higher average weights and an increase in the number of birds supplied. Broiler farming efficiencies, particularly feed conversion ratios, improved from the previous reporting period and contributed to the strong performance efficiency factors (PEFs) achieved by completed flocks during the current reporting period.

The first phase of the project to convert a broiler breeder farm in the Western Cape to a broiler farm was near completion by the end of the current reporting period, with the first day-old chick placements expected in May 2026. The conversion will add approximately 6% to the Company's live bird production capacity.

Commentary (continued)

Animal feeds business

	HY2026	HY2025	Change
External revenue	R1 574 million	R1 712 million	(8.0%)
Operating profit (before items of a capital nature)	R64 million	R54 million	R10 million

Total feed volumes supplied decreased by approximately 2.6% compared to the previous reporting period, primarily due to lower external sales volumes, which declined by 3.8% as a result of aggressive competitor activity. Lower selling prices on the back of reduced feed raw material costs further contributed to the decrease in revenue.

Margin management, operational efficiency and cost control remained key focus areas, mitigating the impact of lower volumes during the current reporting period.

Profit from the animal feeds segment improved despite lower feed volumes sold to external customers. This included the negative impact of the June 2024 explosion on profit in the previous reporting period, with additional costs being incurred at the Malmesbury feed mill raw material intake area while repairs were underway.

The project to expand production capacity at the Malmesbury feed mill was completed during February 2026, and the additional capacity is expected to support earnings during the second half of the financial year ending 30 September 2026 ("FY2026").

Other African operations

	HY2026	HY2025	Change
External revenue	R308 million	R253 million	21.8%
Operating profit (before items of a capital nature)	R51 million	R14 million	R37 million

Zambia

The Zambian business delivered a strong performance. Sales volumes of day-old chicks, day-old pullets and feed increased substantially following a reduction in feed costs compared to the previous reporting period. These higher volumes were sold at improved margins despite weaker breeder production performance caused by disease challenges at the Lusaka farm.

Egg volumes increased moderately and egg selling prices remained stable, resulting in substantially higher margins due to the lower feed costs in the current reporting period.

The project to increase egg and feed production capacity in the Copperbelt province commenced with the successful acquisition of a farm for this greenfield development. Development of the farm will be a multi-year project, with construction planned to commence in the second half of FY2026.

Uganda

Sales volumes of day-old chicks and day-old dual-breed chicks (Sasso) increased substantially compared to the previous reporting period, supported by strong local and regional demand and improved breeder efficiencies. Feed sales increased materially from a low base, while feed costs remained relatively stable compared to the previous reporting period. Egg production volumes were slightly lower in the current reporting period due to lower bird placements.

Selling prices of most products increased compared to the previous reporting period, resulting in improved earnings for the current reporting period.

Mozambique

Egg volumes increased by approximately 24.1% as flocks recovered from the looting incident in the previous reporting period, although average selling prices declined due to increased egg availability from South Africa.

Lower feed costs and improved layer mortality performance partially offset the negative effect on earnings caused by the lower egg selling prices, resulting in a satisfactory financial performance for the current reporting period.

Overall, the Group's other African operations made a strong contribution to the Company's financial performance for the current reporting period.

Financial overview

Group revenue decreased by 4.8% to R3.4 billion (HY2025: R3.6 billion), with a 6.9% decrease (R230 million) in the South African operations' revenue and a 21.8% increase (R55 million) in the other African operations' revenue. Revenue from the other African operations contributed 9.0% of the Group's revenue for the current reporting period (HY2025: 7.0%).

The Group's cost of sales decreased by 7.8% to R2.7 billion (HY2025: R2.9 billion), benefiting from lower feed costs and improved efficiencies. The Group's cost of sales includes the fair value adjustments to biological assets (livestock) and agricultural produce (eggs) that were realised and included in other gains and losses in the statement of comprehensive income. The fair value adjustments for the current reporting period amounted to a profit of R99 million (HY2025: R113 million). Excluding the fair value adjustments, gross profit increased by R39 million to R865 million (HY2025: R826 million) at a margin of 25.2% (HY2025: 22.9%).

Commentary (continued)

Aggregate cash operating expenses increased by R35 million (6.4%) compared to the previous reporting period. This increase is mainly attributable to a R19 million increase in manpower costs, which primarily relates to the increased cost and provision for management long-term incentives that resulted from share price movements, further awards made in terms of the value appreciation rights scheme, and higher Group earnings. With the exercise of vested rights in February 2026, the previous equity-settled share appreciation rights scheme (“SAR Scheme”) reached the maximum number of shares that can be transferred to participants in terms of the limits contained in the rules of the SAR Scheme. Exercised rights were partially settled in cash and the remaining unvested share appreciation rights were accounted for on a cash-settled valuation basis.

Operating profit before items of a capital nature increased by 12.9% to R232 million (HY2025: R205 million). Operating profit from the South African operations was R199 million (HY2025: R206 million) at a margin of 6.4% (HY2025: 6.2%).

Head office costs increased from R15 million in the previous reporting period to R19 million, primarily due to increased costs related to the valuation adjustment of the now cash-settled SAR Scheme, which was impacted by share price movements. The valuation adjustment due to share price movements is not allocated to reportable segments.

HEPS increased to 86.5 cents, up from 74.8 cents in the previous reporting period.

Cash flow from operating activities amounted to an inflow of R409 million (HY2025: inflow of R231 million). This includes a decreased investment in working capital of R125 million (HY2025: Increase of R53 million), primarily due to a decrease in trade and other receivables of R151 million. The decreased working capital investment includes an inflow from hedging activities of R14.8 million arising from SAFEX maize future market movements.

Cash flow from investing activities amounted to an outflow of R124 million (HY2025: outflow of R143 million). This includes capital expenditure on property, plant and equipment amounting to R152 million (HY2025: R152 million), with the main projects (in addition to maintenance capital) being the project to build an additional feed mill in Malmesbury, the project to increase egg and feed production capacity in the Copperbelt province, and the project to convert a broiler breeder farm in the Western Cape to a broiler farm.

Cash flow from financing activities amounted to an outflow of R95 million (HY2025: outflow of R25 million). This includes dividends paid to shareholders of R69 million.

Cash and cash equivalents improved from R276 million at 30 September 2025 to R476 million at the end of the current reporting period.

The Rand value of the Group’s investment in the other African countries segment increased by R48 million from 30 September 2025, primarily due to the devaluation of the Rand against the Zambian kwacha when measured at the reporting dates of 31 March 2026 and 30 September 2025, respectively. This foreign currency translation reserve increase is included in other comprehensive income for the current reporting period.

The Group’s borrowings as at 31 March 2026 comprised an interest-bearing term loan facility of R70 million and lease liabilities as accounted for in terms of International Financial Reporting Standards (“IFRS”) 16 – Leases.

Dividend declaration

The board of directors of the Company has resolved to declare an interim gross cash dividend of 22.0 cents per share for the six-month period ended 31 March 2026 from income reserves (HY2025: Nil).

At a rate of 20%, dividends tax will amount to 4.4 cents per share. Consequently, Quantum Foods shareholders (“Shareholders”) who are not exempt from dividends tax will receive a net dividend of 17.6 cents per share. Such tax will be withheld unless beneficial owners of the dividend have provided the necessary documentation to the relevant regulated intermediary to indicate that they are exempt therefrom or entitled to a reduced rate as a result of a double tax agreement between South Africa and their country of domicile. The dividend will amount to 22.0 cents per share for Shareholders exempt from dividends tax.

The salient dates for the dividend are as follows:

Last date to trade (cum dividend), on	Tuesday, 23 June 2026
Trading ex-dividend commences, on	Wednesday, 24 June 2026
Record date to determine which Shareholders are eligible to receive the dividend, on	Friday, 26 June 2026
Payment date of the dividend, on	Monday, 29 June 2026

Shareholders may not dematerialise or rematerialise their shares between Wednesday, 24 June 2026 and Friday, 26 June 2026, both days inclusive.

The issued share capital as at the dividend declaration date is 204 097 828 shares.

Quantum Foods’ income tax reference number is 9095455193.

Commentary (continued)

Outlook

The ongoing conflict in the Middle East and its adverse impact on global supply chains, particularly in relation to costs, are expected to result in a significantly more challenging second half of FY2026. This is primarily due to the impact of higher fuel costs, not only on the Company's cost structure but also on the disposable income of consumers.

Feed input costs, excluding the immediate impact of higher fuel costs and medium-term impact of increased fertiliser costs, are expected to remain relatively low in the short term, supported by sufficient grain availability and stable international commodity prices.

Egg selling prices in South Africa are expected to remain under pressure, as the national flock levels remain elevated.

Changes in feed raw material costs directly affect earnings derived from the Group's egg business. Earnings from the feeds and farming businesses are more resilient to changes in feed raw material costs, as changes in input costs generally drive selling price adjustments in these businesses. Earnings from the feeds and farming businesses are more dependent on volumes, operational efficiencies and cost management, which could be significantly impacted by any HPAI outbreak.

The risk of HPAI outbreaks remains high, both locally and internationally, and continues to represent a significant operational risk to the poultry industry. Discussions between the industry and the South African government have not yet resulted in commercially feasible HPAI vaccination administration protocols for producers. In the absence of vaccination, HPAI will remain a key risk factor affecting poultry businesses going forward, resulting in major uncertainty that could severely impact earnings for the industry. The Group continues to mitigate this risk through geographic diversification, biosecurity protocols and disciplined placement strategies.

The expected absence of load shedding in South Africa during the second half of FY2026 is very positive, especially from an operating cost perspective.

Performance in Zambia is expected to remain stable. Improved feed input costs resulting from an expected large grain crop harvest, and lower load shedding following improved hydro-electrical generation output, are expected to mitigate the impact of the decrease in egg selling prices that started towards the end of the current reporting period.

Performance in Uganda was strong in the current reporting period. Repeating this performance in the second half of the year will be challenging, with the expectation of higher feed input costs and disruption to planned hatching egg import logistics related to the ongoing conflict in the Middle East.

The environment in Mozambique is expected to remain challenging during the second half of FY2026, with egg selling prices continuing to be under pressure due to high layer flock numbers in South Africa.

By order of the Board



WA Hanekom
Chairman

22 May 2026



AD van der Merwe
Chief Executive Officer

Condensed consolidated statement of financial position

	Unaudited 31 March 2026 R'000	Unaudited 31 March 2025 R'000	Audited 30 September 2025 R'000
ASSETS			
Non-current assets	1 730 379	1 537 581	1 613 893
Property, plant and equipment	1 668 013	1 486 876	1 543 407
Right-of-use assets	41 065	27 914	48 778
Intangible assets	5 913	7 906	6 495
Investment in associate	13 032	12 388	12 691
Trade and other receivables	2 291	2 497	2 411
Deferred income tax	65	-	111
Current assets	1 944 729	1 871 483	1 853 935
Inventories	388 194	402 800	367 863
Biological assets	475 590	454 793	460 008
Trade and other receivables	599 834	701 958	749 109
Derivative financial instruments	3 675	-	3
Current income tax	990	418	1 092
Cash and cash equivalents	476 446	311 514	275 860
Non-current assets held for sale	-	-	8 065
Total assets	3 675 108	3 409 064	3 475 893

	Notes	Unaudited 31 March 2026 R'000	Unaudited 31 March 2025 R'000	Audited 30 September 2025 R'000
EQUITY AND LIABILITIES				
Capital and reserves attributable to owners of the parent		2 548 309	2 252 691	2 395 074
Share capital		1 501 756	1 492 396	1 492 396
Treasury shares		-	(429)	(429)
Other reserves		(76 995)	(112 876)	(99 050)
Retained earnings		1 123 548	873 600	1 002 157
Total equity		2 548 309	2 252 691	2 395 074
Non-current liabilities		457 862	393 798	425 183
Share-based payment liability	2	9 575	-	-
Borrowings		49 625	69 475	59 550
Lease liabilities		33 922	19 031	38 375
Deferred income tax		316 297	286 202	293 180
Provisions for other liabilities and charges		48 443	19 090	34 078
Current liabilities		668 937	762 575	655 636
Share-based payment liability	2	21 417	-	-
Trade and other payables		589 571	715 308	605 280
Current income tax		22 938	10 100	12 010
Borrowings		20 000	20 000	20 000
Lease liabilities		13 169	15 153	16 504
Provisions for other liabilities and charges		1 842	2 014	1 842
Total liabilities		1 126 799	1 156 373	1 080 819
Total equity and liabilities		3 675 108	3 409 064	3 475 893

Condensed consolidated statement of comprehensive income

	Notes	Unaudited Six months ended 31 March 2026 R'000	Unaudited Six months ended 31 March 2025 R'000	Audited Year ended 30 September 2025 R'000
Revenue	3	3 426 526	3 600 942	7 146 536
Cost of sales		(2 660 909)	(2 887 463)	(5 691 047)
Gross profit		765 617	713 479	1 455 489
Other income		15 694	7 355	19 642
Other gains/(losses) - net	4	108 002	92 582	192 018
Sales and distribution costs		(138 014)	(134 883)	(270 988)
Marketing costs		(5 705)	(4 754)	(11 999)
Administrative expenses		(98 329)	(96 195)	(188 936)
Net impairment gains/(losses) on trade and other receivables		175	(3 307)	(4 456)
Other operating expenses		(406 347)	(369 767)	(822 125)
Operating profit		241 093	204 510	368 645
Investment income		11 220	8 961	22 011
Finance costs		(8 214)	(7 845)	(16 561)
Share of profit of associate company		339	463	767
Profit before income tax		244 438	206 089	374 862
Income tax expense		(60 726)	(56 009)	(96 225)
Profit for the period		183 712	150 080	278 637

	Notes	Unaudited Six months ended 31 March 2026 R'000	Unaudited Six months ended 31 March 2025 R'000	Audited Year ended 30 September 2025 R'000
Other comprehensive income for the period				
<i>Items that may subsequently be reclassified to profit or loss:</i>				
Fair value adjustments to cash flow hedging reserve		21 241	(19 168)	(16 402)
For the period		15 083	(2 244)	5 078
Income tax effect		(4 072)	606	(1 371)
Realised to profit or loss		14 014	(24 014)	(27 547)
Income tax effect		(3 784)	6 484	7 438
Movement in foreign currency translation reserve				
Currency translation differences		48 006	19 414	33 809
Total comprehensive income for the year		252 959	150 326	296 044
Profit for the year attributable to owners of the parent		183 712	150 080	278 637
Total comprehensive income for the year attributable to owners of the parent		252 959	150 326	296 044
Earnings per ordinary share (cents)	5	90.4	74.5	137.8
Diluted earnings per ordinary share (cents)	5	90.4	74.1	137.1

Condensed consolidated statement of changes in equity

	Unaudited Six months ended 31 March 2026 R'000	Unaudited Six months ended 31 March 2025 R'000	Audited Year ended 30 September 2025 R'000
Share capital and treasury shares	1 501 756	1 491 967	1 491 967
Opening balance	1 491 967	1 473 190	1 473 190
Ordinary shares issued/transferred – share appreciation rights	9 789	18 777	18 777
Other reserves	(76 995)	(112 876)	(99 050)
Opening balance	(99 050)	(114 949)	(114 949)
Other comprehensive income for the period	69 247	246	17 407
Recognition of share-based payments	1 873	7 650	4 315
Ordinary shares transferred – share appreciation rights	(16 483)	(5 823)	(5 823)
Modification of share-based payment reserve to cash-settled scheme	(32 582)	-	-
Retained earnings	1 123 548	873 600	1 002 157
Opening balance	1 002 157	736 474	736 474
Profit for the period	183 712	150 080	278 637
Dividends paid	(69 015)	-	-
Ordinary shares transferred – share appreciation rights	6 694	(12 954)	(12 954)
Total equity	2 548 309	2 252 691	2 395 074

Condensed consolidated statement of cash flows

	Unaudited Six months ended 31 March 2026 R'000	Unaudited Six months ended 31 March 2025 R'000	Audited Year ended 30 September 2025 R'000
Cash flow from operating activities	408 682	230 766	301 847
Cash profit from operating activities	323 919	298 181	529 892
Working capital changes	125 026	(52 988)	(173 856)
Cash generated from operations	448 945	245 193	356 036
Income tax paid	(40 263)	(14 427)	(54 189)
Cash flow from investing activities	(123 826)	(142 516)	(225 942)
Additions to property, plant and equipment	(152 113)	(151 492)	(261 367)
Additions to intangible assets	-	(497)	(580)
Proceeds on disposal of property, plant and equipment	136	353	13 751
Proceeds on disposal of non-current assets held for sale	16 813	-	-
Repayment of loan included in other debtors	336	336	673
Interest received	11 002	8 784	21 581
Cash surplus	284 856	88 250	75 905
Cash flow from financing activities	(95 114)	(25 164)	(50 054)
Principal elements of lease payments	(9 676)	(7 791)	(15 934)
Borrowings repaid	(10 000)	(10 000)	(20 000)
Shares issued	-	18 777	-
Treasury shares acquired by subsidiary	-	(18 777)	-
Interest paid	(6 630)	(7 369)	(14 111)
Dividends paid to ordinary shareholders	(68 808)	(4)	(9)
Increase in cash and cash equivalents	189 742	63 086	25 851
Effects of exchange rate changes	10 844	2 600	4 181
Cash and cash equivalents at beginning of period	275 860	245 828	245 828
Cash and cash equivalents at end of period	476 446	311 514	275 860

Segmental analysis

	Unaudited Six months ended 31 March 2026 R'000	Unaudited Six months ended 31 March 2025 R'000	Audited Year ended 30 September 2025 R'000
Segment revenue	3 432 378	3 605 237	7 155 855
Eggs	583 932	615 476	1 263 121
Farming	966 256	1 025 534	2 034 289
Animal feeds	1 574 490	1 711 658	3 313 448
Other African countries	307 700	252 569	544 997
Less: Internal revenue	(5 852)	(4 295)	(9 319)
Farming	(5 852)	(4 295)	(9 319)
External revenue	3 426 526	3 600 942	7 146 536
Eggs	583 932	615 476	1 263 121
Farming	960 404	1 021 239	2 024 970
Animal feeds	1 574 490	1 711 658	3 313 448
Other African countries	307 700	252 569	544 997
Segment results (operating profit) – excluding items of a capital nature	231 725	205 269	360 709
Eggs	41 531	71 898	111 026
Farming	92 764	79 849	127 038
Animal feeds	64 474	54 458	103 257
Other African countries	51 460	14 101	42 085
Head office costs	(18 504)	(15 037)	(22 697)
Items of a capital nature per segment included in other gains/(losses) – net Profit/(loss) on disposal of property, plant and equipment before income tax	9 368	(759)	7 936
Eggs	–	–	3 171
Farming	(48)	(820)	4 608
Animal feeds	(6)	(16)	51
Other African countries	9 422	77	106

	Unaudited Six months ended 31 March 2026 R'000	Unaudited Six months ended 31 March 2025 R'000	Audited Year ended 30 September 2025 R'000
Segment results (operating profit)	241 093	204 510	368 645
Eggs	41 531	71 898	114 197
Farming	92 716	79 029	131 646
Animal feeds	64 468	54 442	103 308
Other African countries	60 882	14 178	42 191
Head office costs	(18 504)	(15 037)	(22 697)
A reconciliation of the segment results (operating profit) to profit before income tax is provided below:			
Segment results	241 093	204 510	368 645
Adjusted for:			
Investment income	11 220	8 961	22 011
Finance costs	(8 214)	(7 845)	(16 561)
Share of profit of associate company	339	463	767
Profit before income tax per statement of comprehensive income	244 438	206 089	374 862

Notes to the condensed consolidated interim financial statements

1. Basis of preparation

The unaudited condensed consolidated interim financial statements are prepared in accordance with and containing the information required by IAS 34 – Interim Financial Reporting as well as the IFRS Accounting Standards as issued by the International Accounting Standards Board, the JSE Listings Requirements, the South African Institute of Chartered Accountants (“SAICA”) Financial Reporting Guides as issued by the Accounting Practices Committee, Financial Pronouncements as issued by the Financial Reporting Standards Council and the requirements of the Companies Act, No. 71 of 2008, as amended.

The Board has a reasonable expectation that the Group has adequate resources to continue in operational existence for the foreseeable future and continue adopting the going concern basis in preparing the financial statements.

These results or any comments relating to the prospects of the Group have not been audited or reviewed by the Company’s external auditors. The condensed consolidated interim financial statements have been prepared under the supervision of AH Muller, CA(SA), the chief financial officer of the Company.

The accounting policies applied in the preparation of these interim financial statements are in terms of IFRS Accounting Standards and are consistent with those applied in the previous consolidated annual financial statements for the year ended 30 September 2025. An amendment to IAS 21 – *The Effects of Changes in Foreign Exchange Rates*, relating to the lack of exchangeability, became applicable for the current reporting period, the adoption of which did not have a material impact on the financial results of the Group. The Group did not have to change its accounting policies or make retrospective adjustments as a result of adopting this amendment.

The South African Reserve Bank (“SARB”) is set to adopt the South African Rand Overnight Index Average (“ZARONIA”) as the preferred alternative reference rate and transition away from the currently used JIBAR in December 2026. At the reporting date, the term loan facility has not yet transitioned from Johannesburg interbank average rate (“JIBAR”) to ZARONIA, which at the transition date will be at ZARONIA plus a credit adjustment spread plus the agreed margin. The Group has been in contact with its credit provider and amendments to its contract referencing JIBAR are in progress to effect the change to ZARONIA. The Group will continue to evaluate the impact of the transition and provide updated disclosures in future reporting periods.

In preparing these condensed consolidated interim financial statements, the significant judgements made by management in applying the Group’s accounting policies and the key sources of estimation uncertainty were the same as those that applied to the consolidated annual financial statements for the year ended 30 September 2025.

2. Share-based payments

The Group operates a share appreciation rights scheme for qualifying management. The exercise of vested share appreciation rights entitles the scheme participants to ordinary shares in the Company. Shareholders initially approved a maximum number of 14 500 000 ordinary shares that may be transferred to participants in terms of the share appreciation rights scheme. At 30 September 2025, 1 111 273 ordinary shares were still available for transfer. On 17 February 2026, the Board approved that awards in excess of the scheme share limit would be settled in cash following the expectation that the share limit would be reached.

The change in settlement method constitutes a modification of the share-based payment arrangement, resulting in a change in classification from equity-settled to cash-settled for awards not yet exercised as at the modification date. The modification date has been determined as 17 February 2026, being the date on which the Board approved the change in settlement method.

At the modification date a liability was recognised for the affected awards, measured at the fair value of the cash-settled awards at that date, to the extent that services had been rendered. The corresponding debit was taken to equity. Any incremental fair value of the cash-settled award over that of the equity-settled award as at the modification date will be expensed over the period from the date of the modification to the date of settlement of the cash-settled awards. Subsequent to the modification, the liability is remeasured at fair value at each reporting date, with changes recognised in profit or loss.

These fair values were calculated using the actuarial binomial option pricing model.

The principal assumptions were as follows:

Ordinary share price at modification date (cents per share)	999
Expected volatility	57.9% to 79.8%
Expected dividend yield	3%
Risk-free rate	6.2% to 6.3%
Expected life (years)	1 to 3

Expected volatility was determined by calculating the volatility of the share price of the Company.

On 23 February 2026, participants exercised vested awards in terms of which 1 111 273 shares were transferred to participants (being the remaining shares available under the scheme limit), and the balance of exercised awards was settled in cash.

**Modification
date
17 February
2026**

**999
57.9% to 79.8%
3%
6.2% to 6.3%
1 to 3**

Notes to the condensed consolidated interim financial statements (continued)

2. Share-based payments (continued)

	Unaudited Six months ended 31 March 2026	
	Share-based payment reserve R'000	Share-based payment liability R'000
Opening balance	36 379	-
Modification of share-based payment settlement method to cash-settled – 17 February 2026	(32 582)	32 582
Recognition of share-based payments	8 054	-
Deferred income tax on share-based payments	(6 181)	-
Ordinary shares issued/transferred – share appreciation rights	(16 483)	-
Cash payments to scheme participants for the period	-	(9 537)
Cash-settled liability remeasurement	-	7 947
Closing balance	(10 813)	30 992
For the purposes of the statement of financial position share-based payment liability is presented as follows:		
Non-current liabilities		9 575
Current liabilities		21 417
		30 992

3. Revenue

	Unaudited Six months ended 31 March 2026 R'000	Unaudited Six months ended 31 March 2025 R'000	Audited Year ended 30 September 2025 R'000
Disaggregation of revenue from contracts with customers:			
Eggs	762 591	780 784	1 603 762
- included in eggs segment	583 934	615 476	1 263 121
- included in other African countries segment	178 657	165 308	340 641
Layer farming*	144 051	187 790	364 060
- included in farming segment	119 680	165 190	313 495
- included in other African countries segment	24 371	22 600	50 565
Broiler farming**	894 865	888 552	1 787 001
- included in farming segment	840 723	856 049	1 711 475
- included in other African countries segment	54 142	32 503	75 526
Animal feeds	1 625 019	1 743 816	3 391 713
- included in animal feeds segment	1 574 490	1 711 658	3 313 448
- included in other African countries segment	50 529	32 158	78 265
	3 426 526	3 600 942	7 146 536

* Layer farming sales includes the sale of hatching eggs, day-old pullets and point-of-lay hens.

** Broiler farming sales includes the sales of day-old broilers and live birds.

Notes to the condensed consolidated interim financial statements (continued)

4. Other gains/(losses) – net

	Unaudited Six months ended 31 March 2026 R'000	Unaudited Six months ended 31 March 2025 R'000	Audited Year ended 30 September 2025 R'000
Biological assets fair value adjustment	58 144	51 691	107 722
Unrealised – reflected in carrying amount of biological assets	(2 118)	(14 821)	(4 038)
Realised – reflected in cost of goods sold	60 262	66 512	111 760
Agricultural produce fair value adjustment	39 169	43 621	77 673
Unrealised – reflected in carrying amount of inventory	90	(2 659)	(2 812)
Realised – reflected in cost of goods sold	39 079	46 280	80 485
Foreign exchange differences	(1 717)	(1 454)	(1 678)
Financial instruments fair value adjustments	5 133	-	442
Foreign exchange contract cash flow hedging ineffective loss	(23)	(41)	(4)
Futures contract cash flow hedging ineffective loss	(2 072)	(476)	(73)
Profit/(loss) on disposal of property, plant and equipment and non-current assets held for sale	9 368	(759)	7 936
	108 002	92 582	192 018

Biological assets fair value adjustment

The adjustment of biological assets from cost to fair value includes a realised and unrealised component. The unrealised portion is reflected in the carrying amount of biological assets in the statement of financial position, and the realised portion is reflected in cost of goods sold in profit and loss.

5. Earnings per ordinary share

Basic

The calculation of basic earnings per share is based on profit for the period attributable to owners of the parent divided by the weighted average number of ordinary shares (net of treasury shares) in issue during the period:

	Unaudited Six months ended 31 March 2026 R'000	Unaudited Six months ended 31 March 2025 R'000	Audited Year ended 30 September 2025 R'000
Profit for the period	183 712	150 080	278 637
Weighted average number of ordinary shares in issue ('000)	203 127	201 406	202 198

Diluted

Diluted earnings per share is calculated by adjusting the weighted average number of ordinary shares outstanding to assume conversion of all dilutive contingent ordinary shares.

	Number '000	Number '000	Number '000
Weighted average number of ordinary shares in issue used as the denominator in calculating basic earnings per share	203 127	201 406	202 198
Adjustment for calculation of diluted earnings per share – Share appreciation rights	-	1 030	1 111
Weighted average number of ordinary shares and potential ordinary shares used as the denominator in calculating diluted earnings per share	203 127	202 436	203 309

Share appreciation rights issued in terms of the share incentive scheme had a potential dilutive effect on earnings per ordinary share. At 31 March 2026 nil ordinary shares were available for issue (30 September 2025: 1 111 273).

Notes to the condensed consolidated interim financial statements (continued)

5. Earnings per ordinary share (continued)

Diluted (continued)

The calculation of diluted earnings per share is based on profit for the period attributable to owners of the parent divided by the diluted weighted average number of ordinary shares (net of treasury shares) in issue during the period:

	Unaudited Six months ended 31 March 2026 R'000	Unaudited Six months ended 31 March 2025 R'000	Audited Year ended 30 September 2025 R'000
Profit for the period	183 712	150 080	278 637
Diluted weighted average number of ordinary shares in issue ('000)	203 127	202 436	203 309
Headline earnings is calculated in accordance with Circular 1/2023 issued by SAICA.			
<i>Reconciliation between profit for the period attributable to owners of the parent and headline earnings</i>			
Profit for the period	183 712	150 080	278 637
Remeasurement of items of a capital nature (Profit)/loss on disposal of property, plant and equipment and non-current assets held for sale	(8 060)	563	(6 894)
Gross	(9 368)	759	(7 936)
Tax effect	1 308	(196)	1 042
Headline earnings for the period	175 652	150 643	271 743
Earnings per ordinary share (cents)	90.4	74.5	137.8
Diluted earnings per ordinary share (cents)	90.4	74.1	137.1
Headline earnings per ordinary share (cents)	86.5	74.8	134.4
Diluted headline earnings per ordinary share (cents)	86.5	74.4	133.7

6. Contingent liabilities and future capital commitments

No litigation matters with potential material consequences exist at the reporting date.

Capital expenditure approved by the Board, and contracted for, amounts to R63.4 million (30 September 2025: R87.3 million). Capital expenditure approved by the Board, but not yet contracted for, amounts to R313.9 million (30 September 2025: R386.5 million).

7. Events after the reporting period

Dividend

An interim gross cash dividend of 22.0 cents per ordinary share (2025: nil cents per ordinary share) has been approved and declared by the Board for the period ended 31 March 2026. This will only be reflected in the statement of changes in equity in the next reporting period.

Additional information disclosed:

These dividends are declared from income reserves and qualify as a dividend as defined in the Income Tax Act, Act 58 of 1962.

Dividends will be paid net of dividends tax of 20%, to be withheld and paid to the South African Revenue Service by the Company. Such tax must be withheld unless beneficial owners of the dividend have provided the necessary documentary proof to the relevant regulated intermediary that they are exempt therefrom, or entitled to a reduced rate as result of the double taxation agreement between South Africa and the country of domicile of such owner.

There have been no other events that may have a material effect on the Group that occurred after the end of the reporting period and up to the date of the Board's approval of the condensed consolidated interim financial statements.

Corporate Information

Directors

WA Hanekom (chairman), GG Fortuin (lead independent director)[#], LW Riddle[#], G Vaughan-Smith, PFT Burger[#], RW Dobbie[#], JG Hudson[#], SBC Johnson[#], S Reid[#], AD van der Merwe (chief executive officer)^{*}, AH Muller (chief financial officer)^{*}

^{*} Executive [#] Independent [^] Elected 26 March 2026

Company secretary

ZP Wakashe

Email: Ziyanda.Wakashe@quantumfoods.co.za

Registered address

11 Main Road,
Wellington 7655,
PO Box 1183,
Wellington 7654,
South Africa

Tel: 021 864 8600

Fax: 021 873 5619

Email: info@quantumfoods.co.za

Transfer secretaries

Computershare Investor Services (Pty) Ltd,
Rosebank Towers,
15 Biermann Avenue,
Rosebank 2196,
Private Bag X9000,
Saxonwold 2132,
South Africa

Tel: 011 370 5000

Fax: 011 688 5209

Sponsor

One Capital Sponsor Services (Pty) Ltd,
17 Fricker Road,
Illovo 2196,
South Africa

Tel: 011 550 5000

