

**ONELOGIX GROUP LIMITED**

(Incorporated in the Republic of South Africa)

(Registration number 1998/004519/06)

JSE share code: OLG ISIN: ZAE000026399

("OneLogix" or the "Company" or the "group")

**TRADING STATEMENT**

The COVID-19 lockdown and associated fallout reversed a moderate earnings growth post the first six months of the current year, to the extent that shareholders are advised that OneLogix expects changes in earnings and diluted earnings per share ("EPS"), headline and diluted headline earnings per share ("HEPS") and core headline and diluted earnings per share ("Core HEPS") for the year ended 31 May 2020 within the ranges reflected in the table below:

|                  | <b>Previously reported, 31 May 2019 (cps)</b> | <b>Impact of adoption of IFRS16 on 31 May 2019 results (cps)</b> | <b>Restated 31 May 2019 (cps)</b> | <b>31 May 2020 expected range</b> | <b>31 May 2020 expected range (cps)</b> |
|------------------|---|--|-----------------------------------|-----------------------------------|---|
| <b>EPS</b>       | 37.2  | (5.7)  | 31.5                              | Decrease of between 50% to 60%    | 12.6 to 15.8                            |
| <b>HEPS</b>      | 37.3  | (5.7)  | 31.6                              | Decrease of between 40% to 50%    | 15.8 to 19.0                            |
| <b>Core HEPS</b> | 43.7  | (5.7)  | 38.0                              | Decrease of between 35% to 45%    | 20.9 to 24.7                            |

## Notes:

1. With effect from 1 June 2019, the group adopted IFRS 16 whereby right-of-use assets and associated liabilities for its operating leases of vehicles and properties have been recognised. The nature of expenses related to those leases has changed as the group now incurs depreciation charges for the right-of-use assets and interest expenses on the lease liabilities. Previously, the group recognised operating lease expenses on a straight-line basis over the term of the leases.

In order to enable more meaningful comparability of performance the group has applied the full retrospective approach whereby historic comparative information has been restated. IFRS 16 has no impact on the income statement over the full lease term but is earnings dilutive towards the beginning of the relevant lease term and earnings enhancing towards the end of the lease term. The group is on average at the beginning stages of most of its leases and hence the reduction in all earning metrics in the previous period. Cash outflows associated with the adoption of IFRS 16

regarding the payment of the lease obligations did not and will not change going forward.

2. EPS differs from HEPS primarily due to an after-tax R3.6 million impairment charge related one of the group's owner-occupied properties. The carrying value of the remaining properties within the group were either in line or less than the independent valuation undertaken and consequently an after-tax R17.1 million upward revaluation was recognised in other comprehensive income and credited to the revaluation reserve in equity which is excluded from all earnings per share metrics.
3. Consistent with prior reporting the company aims to present to shareholders the same information that management utilises to evaluate the performance of the group's operations. Accordingly, OneLogix presents Core HEPS, which is headline earnings (as calculated based on SAICA Circular 1/2019) adjusted for the amortisation charge of intangible assets recognised on business combinations and charges relating to equity-settled share-based payments.

The financial information contained in this announcement has not been audited, reviewed or reported upon by the group's external auditors.

The group's audited results for the year ended 31 May 2020 are scheduled to be released on or about 17 September 2020.

5 August 2020

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Sponsor

The logo for JAVACAPITAL features the word "JAVACAPITAL" in a bold, sans-serif font. A blue horizontal line is drawn across the middle of the letters, starting from the left and ending under the 'A'. The 'J' is positioned to the left of the 'A', and the 'L' is to the right of the 'A'.