

Capital Appreciation Limited
 Incorporated in the Republic of South Africa
 Registration number: 2014/253277/06
 JSE share code: CTA ISIN: ZAE000208245
 "Capital Appreciation", "the Group" or the "Company"

Summarised consolidated financial results and cash dividend declaration
 for the year ended 31 March 2021

Operational

- COVID impact delayed clients' decisions on projects and new terminal orders
- Terminals in the hands of customers grew to 217 000, representing 17% growth year-on-year
- Good traction with the introduction of Android terminals
- Strong acceleration in Synthesis' annuity income
- Accelerating digitalisation intensifies demand for the Group's services
- Positive growth in business pipeline
- Significant reduction in interest income due to 300 bps interest rate cuts

Financial

	2021	2020	% change
Revenue (R'million)	619.5	701.2	(11.7%)
Trading profit (R'million)	186.9(3)	206.1(2)	(9.3%)
EBITDA (R'million)	172.9(3)	204.7(2)	(15.5%)
EPS (cents)	10.28(3)	11.24(1,2)	(8.5%)
HEPS (cents)	10.34(3)	10.67(1,2)	(3.1%)
Cash flow from operations (R'million)	200.9	206.1	(2.5%)
Annual dividend (cents)	5.50	5.00	10%
Net asset value (cents)	111.9	109.0	2.6%
Cash available for reinvestment (R'million)	538.3	505.1	6.6%

- (1) Includes a R17.7 million advantage in interest income earned in 2020, due to the repo rate being 300 bps higher during the comparative year
- (2) Includes an unrealised R14.6 million mark-to-market foreign exchange gain and an R8.7 million profit on the disposal of our investment in Resonance Australia in the 2020 financial year.
- (3) Includes an unrealised R1.2 million mark-to-market foreign exchange loss in 2021

Current year performance

Capital Appreciation continued to grow its client base of blue-chip institutions in the financial, retail, and healthcare sectors. It also gained strong traction in the roll-out of its Android platforms and accelerated its annuity income. The generally adverse economic conditions and the consequential financial ramifications related to the COVID pandemic delayed investments by our clients and induced a level of caution in their decision making for the commencement of large-scale projects. COVID-19 also caused delays in deliveries from our international suppliers. There has been a welcome recovery in the levels of Group business activity since the beginning of the 2021 calendar year, including new terminal sales. The escalating demand for digital, cloud-based and data services is creating numerous opportunities for Synthesis. The Group's geographic diversification plans are progressing and cash generation remains strong.

Dividends

The Board has pleasure in announcing that a final dividend of 3.00 cents has been declared (2020: 2.75 cents per ordinary share), bringing the total dividend for the year to 5.50 cents per share (2020: 5.00 cents).

We note the following:

- Dividends are subject to dividends withholding tax.
- The payment date for the dividend is Monday, 12 July 2021.
- Dividends have been declared out of profits available for distribution.
- Local dividends withholding tax is 20%.
- Gross dividend amount is 3.00 cents per ordinary share, which is 2.40 cents per ordinary share net of withholding tax.

- Capital Appreciation Limited has 1 310 000 000 ordinary shares in issue at the declaration date.
- Capital Appreciation Limited's Income Tax Reference Number is 9591281176.

The salient dates relating to the dividend are as follows:

Last day of trade cum dividend	Tuesday, 6 July 2021
Shares commence trading ex-dividend	Wednesday, 7 July 2021
Dividend record date	Friday, 9 July 2021
Dividend payment date	Monday, 12 July 2021

Share certificates for ordinary shares may not be dematerialised or rematerialised between Wednesday, 7 July 2021 and Friday, 9 July 2021, both days inclusive.

Short-form notice

The contents of this short-form announcement are the responsibility of the Board of directors of the Company and has not been reviewed or audited by the Group's auditors. Shareholders are advised that this short-form announcement represents a brief summary of the information contained in the full announcement, published on <https://senspdf.jse.co.za/documents/2021/jse/isse/ctae/FY2021.pdf> and on the Group's website www.capitalappreciation.co.za. The full announcement is available for inspection at the registered office of the Company during business hours and at no charge. Investors and/or shareholders may request copies of the full announcement by contacting the Company Secretary, details of whom are set out below.

Any forecast financial information contained in this announcement is the responsibility of the directors and has not been reviewed or reported on by the external auditors.

Ernst & Young Inc., Capital Appreciation Limited's independent auditors have audited the consolidated financial statements of the Group, which the summarised consolidated results have been derived from. The auditor also expressed an unmodified opinion on the consolidated financial statements. The consolidated financial statements and auditor's report, including key audit matters, are available on the Company's website www.capitalappreciation.co.za.

The directors of Capital Appreciation take full responsibility for the preparation of this report and the financial information has been correctly extracted from the underlying audited group financial statements.

Any investment decisions by investors and/or shareholders should be based on a consideration of the full announcement as a whole and shareholders are encouraged to review the full announcement as directed above.

Signed on behalf of the Board

Michael (Motty) Sacks Chairman	Michael Pimstein Joint Chief Executive Officer
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Alan Salomon Chief Financial Officer	Bradley Sacks Joint Chief Executive Officer
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Johannesburg, 22 June 2021

Registered office:
1st Floor, 61 Katherine Street, Sandton, 2196

Directors:
MI Sacks# (Chairman), MR Pimstein* (Joint Chief Executive),
BJ Sacks* (Joint Chief Executive), AC Salomon* (Chief Financial Officer),
MB Shapiro*, B Bullo#, KD Dlamini#, JM Kahn#,
EM Kruger#, RT Maqache#, R Morar#, VM Sekese#, CL Valkin#

* Executive, #Non-executive

Company secretary:
PKF Octagon, PeterKatz@PKFOctagon.com

Transfer secretaries:
Computershare Investor Services (Proprietary) Limited

Sponsor:
Investec Bank Limited

Auditor:
Ernst & Young Inc