

SUMMARY OF AUDITED RESULTS FOR THE YEAR ENDED 30 JUNE 2021 AND CASH DIVIDEND DECLARATION

SALIENT FEATURES

- Headline earnings per share from continuing operations: up by 66.0% to 510.6 cents
- Total headline earnings per share: down by 8.9% to 510.6 cents
- Earnings per share: down by 46.6% to 628.3 cents
- Total ordinary dividend per share: 90 cents
- Intrinsic net asset value per share as at 30 June 2021: R177.33

INTRODUCTION

The Covid-19 pandemic and resultant containment measures have caused immeasurable harm globally, but these hardships have also provided individuals, companies and organisations with the opportunity to reflect and to reset where necessary. While the ramifications of the pandemic will still be felt for a long time, Remgro is encouraged by its improved performance compared to the previous financial year.

RESULTS

During June 2020, Remgro unbundled its 28.2% interest in RMB Holdings Limited (RMH) (RMH Unbundling) and, consequently, the investment in RMH was treated as a discontinued operation for the year ended 30 June 2020. For the year under review, earnings and headline earnings measures are again presented for continuing operations and discontinued operations and, accordingly, discontinued operations for the prior year include the equity accounted income of RMH.

For the year under review, headline earnings from continuing operations increased by 66.1% from R1 737 million to R2 885 million, while headline earnings per share (HEPS) from continuing operations increased by 66.0% from 307.5 cents to 510.6 cents. Total headline earnings and total HEPS decreased by 8.9% from R3 167 million to R2 885 million and from 560.6 cents to 510.6 cents, respectively.

The headline earnings from continuing operations for the comparative year were significantly impacted, during the second six months to 30 June 2020, by the Covid-19 pandemic and the resultant lockdown measures, as well as by a once-off donation of R500 million to The South African SME Relief Trust. From this low base, the increase in headline earnings from continuing operations for the year under review is mainly due to the recovery of the earnings of most of Remgro's underlying investee companies (most notably RCL Foods Limited, Distell Group Holdings Limited, TotalEnergies Marketing South Africa Proprietary Limited and Rand Merchant Investment Holdings Limited). This increase is partly offset by a lower contribution from Mediclinic International plc (Mediclinic) (Mediclinic's contribution includes the full impact of the Covid-19-related lockdown measures on its results for the year ended 31 March 2021), as well as lower interest income, due to the 300 basis points reduction in interest rates since January 2020. Furthermore, due to the accounting reclassification of FirstRand Limited (FirstRand) from an equity accounted investment to an investment at fair value through other comprehensive income, only dividend income of R191 million was accounted from FirstRand for the year under review, whereas earnings of R657 million were equity accounted in the comparative year.

INTRINSIC NET ASSET VALUE

Remgro's intrinsic net asset value per share increased by 14.8% from R154.47 at 30 June 2020 to R177.33 at 30 June 2021. The closing share price at 30 June 2021 was R114.60 (2020: R99.90) representing a discount of 35.4% (2020: 35.3%) to the intrinsic net asset value.

DECLARATION OF CASH DIVIDEND NO. 42

Notice is hereby given that a final gross dividend of 60 cents (2020: 50 cents) per share has been declared out of income reserves in respect of both the ordinary shares of no par value and the unlisted B ordinary shares of no par value, for the year ended 30 June 2021.

A dividend withholding tax of 20% or 12 cents per share will be applicable, resulting in a net dividend of 48 cents per share, unless the shareholder concerned is exempt from paying dividend withholding tax or is entitled to a reduced rate in terms of an applicable double-tax agreement.

The total gross dividend per share for the year ended 30 June 2021 therefore amounts to 90 cents, compared to 265 cents for the year ended 30 June 2020. The final dividend of 2020, as well as the interim and final dividends of 2021, were adjusted downwards to take into account the RMH Unbundling during the prior year and the ongoing impact of the Covid-19 pandemic.

The issued share capital at the declaration date is 529 217 007 ordinary shares and 39 056 987 B ordinary shares. The income tax number of the Company is 9500-124-71-5.

Dates of importance:

Last day to trade in order to participate in the dividend	Tuesday, 16 November 2021
Shares trade ex dividend	Wednesday, 17 November 2021
Record date	Friday, 19 November 2021
Payment date	Monday, 22 November 2021

Share certificates may not be dematerialised or rematerialised between Wednesday, 17 November 2021, and Friday, 19 November 2021, both days inclusive.

In terms of the Company's Memorandum of Incorporation, dividends will only be transferred electronically to the bank accounts of shareholders. In the instance where shareholders do not provide the Transfer Secretaries with their banking details, the dividend will not be forfeited but will be marked as "unclaimed" in the share register until the shareholder provides the Transfer Secretaries with the relevant banking details for payout.

DIRECTORS' STATEMENT

The directors, who take responsibility for the contents of this short-form announcement, present the audited results of Remgro for the year ended 30 June 2021. The preparation of the Group's consolidated results was supervised by the Chief Financial Officer, Neville Williams CA(SA).

The financial information in this short-form announcement is a summary only and does not contain full details of the consolidated financial results. Accordingly, any investment decisions should be based on information contained in the full announcement, published and available at <https://senspdf.jse.co.za/documents/2021/JSE/ISSE/REM/REMJun2021.pdf> and on the Company's website at www.remgro.com.

The consolidated Annual Financial Statements (AFS) were audited by PricewaterhouseCoopers Inc., who issued an unmodified audit opinion on the consolidated AFS. The consolidated AFS, which includes the auditor's report (with Key Audit Matters) issued on the consolidated AFS, are available on the Company's website at www.remgro.com.

BASIS OF PREPARATION OF FINANCIAL INFORMATION

These results have been prepared in accordance with paragraph 3.46 of the Listings Requirements of the JSE Limited, which has been applied consistently to both years.

RESULTS WEBCAST AND PRESENTATION

Shareholders and other interested parties are invited to join management in discussing Remgro's year-end results via webcast at 09:00 am SAST on Wednesday, 22 September 2021 at the following link:

<https://services.themediaframe.com/links/remgro10039816.html>

The Integrated Annual Report will be mailed to those shareholders who requested to receive a hard copy and will be available on the website during October 2021.

Signed on behalf of the Board of Directors.

Johann Rupert
Chairman

Jannie Durand
Chief Executive Officer

Stellenbosch

Approved by the Board: 21 September 2021
SENS release date: 22 September 2021

DIRECTORATE

Non-executive directors

Johann Rupert (*Chairman*), F Robertson* (*Deputy Chairman*),
S E N De Bruyn*, N P Mageza*, J Malherbe, P J Moleketi*,
M Morobe*, P J Neethling, G G Nieuwoudt*,
K M S Rantloane*, A E Rupert
(* *Independent*)

Executive directors

J J Durand (*Chief Executive Officer*),
M Lubbe, N J Williams

CORPORATE INFORMATION

Secretary

D I Dreyer

Listing

JSE Limited

Sector: Financials – Financial Services – Investment Banking and Brokerage Services – Diversified Financial Services

Business address and registered office

Millennia Park, 16 Stellentia Avenue, Stellenbosch 7600
(PO Box 456, Stellenbosch 7599)

Transfer Secretaries

Computershare Investor Services Proprietary Limited,
Rosebank Towers, 15 Biermann Avenue, Rosebank 2196
(Private Bag X9000, Saxonwold 2132)

Auditors

PricewaterhouseCoopers Inc.
Stellenbosch, South Africa

Sponsor

Rand Merchant Bank (A division of FirstRand Bank Limited)

ACCESS TO INFORMATION

The financial results:

- can be viewed on www.jse.co.za;
- can be viewed online at www.remgro.com;
- are available for inspection at the Company's registered office and the offices of the sponsor at no charge, during normal business hours from 22 September 2021; or
- may be requested in printed format from Ms D I Dreyer, tel: +27 21 888 3373.

FOR MORE INFORMATION

www.remgro.com