

BRIKOR LIMITED

(Incorporated in the Republic of South Africa)

(Registration number 1998/013247/06)

JSE Share code: BIK ISIN: ZAE000101945

("Brikor" or the "Company" or the "Group")

FINANCIAL RESULTS FOR THE SIX MONTHS ENDED 31 AUGUST 2021 -
Short-form announcement

FINANCIAL HIGHLIGHTS

	31 August 2021 R'm	31 August 2020 R'm	Change %
Revenue	152,3	127,8	19,2
EBITDA	14,6	5,7	156,1
EPS (cps)	1,1	(0,3)	466,7
HPS (cps)	1,1	(0,2)	650,0
NAV (cps)	14,4	10,6	35,8
NTAV (cps)	11,0	5,5	100,0

Note: No dividends have been declared for the six months ended 31 August 2021 or 31 August 2020.

The Group realised a profit after taxation of R9 million (31 August 2020: loss of R1,7 million) for the six months ended 31 August 2021. The increase in profit was directly attributable to increased demand for product in the Bricks segment as well as positive returns from the investment in Zingaro of R4,3 million.

Revenue increased to R152,3 million (31 August 2020: R127,8 million) with the gross profit percentage increasing to 21,6% (31 August 2020: 20,4%).

Administrative, distribution and other expenses for the six months ended 31 August 2021 remained fairly consistent at R27,1 million in comparison to the six months ended 31 August 2020. This was mainly due to strict cost savings and stabilised fixed costs.

Major capital investments made by the Group during the reporting period amounted to R5,6 million of which the majority was for the upgrade and replacement of factory roofs, buildings as well as an eating area for the employees.

BRICKS SEGMENT

Revenue derived from the Bricks segment increased significantly by 74,5% to R102,3 million (31 August 2020: R58,7 million), whilst the gross profit percentage increased to 26,1% (31 August 2020: 14,8%).

The Bricks segment performed exceptionally during the first six months of the financial year, with factors such as DIY projects,

additions and alterations as well as the informal building sector contributing greatly to the increase. Adequate planning, sufficient inventory levels and efficiencies in the production process have also contributed to the exceptional performance. The increased revenue and gross profit should, however, be evaluated based on the relative depths to which the industry plunged during 2020 as a result of the COVID-19 pandemic.

COAL SEGMENT

Revenue derived from the Coal segment decreased by 27,7% to R50,0 million (31 August 2020: R69,1 million), whilst the gross profit percentage decreased to 12,2% (31 August 2020: 25,2%).

The Coal segment experienced the aftermath of the COVID-19 pandemic during the first quarter of 2021 with significant pressure on sales prices. The export market is vital to sustain balance within the Coal segment and the oversupply of coal products in the local markets added additional pressure on price and demand for product. During April 2021 product sales, mostly supplied to the export market, slowed down significantly due to unreliable infrastructure as well as recent looting in parts of the country.

SHORT-FORM STATEMENT

This short-form announcement is the responsibility of the directors. It is only a summary of the information contained in the full announcement and does not contain full or complete details.

Any investment decision should be based on the full announcement accessible from Wednesday, 17 November 2021, via the JSE link and also available on the Company's website at http://brikor.co.za/_webmoduledata/Documents/BIR2021.pdf.

Copies of the full announcement may also be requested by contacting Joaret Botha by email at joaret@brikor.net and are available for inspection at the Company's registered office at no charge, weekdays during office hours.

The JSE link is as follows:

<https://senspdf.jse.co.za/documents/2021/jse/isse/bik/INT21.pdf>

17 November 2021

Nigel

Designated adviser
Exchange Sponsors