

CALGRO M3 HOLDINGS LIMITED

(Incorporated in the Republic of South Africa)

(Registration number: 2005/027663/06)

JSE Share code: CGR

ISIN: ZAE000109203

("the Company" or "the Group")



TRADING STATEMENT

In terms of the JSE Limited Listings Requirements ("**JSE Listings Requirements**"), a listed company is required to publish a trading statement as soon as it is satisfied, with a reasonable degree of certainty, that the financial results for the next period to be reported on will differ by 20% or more from the financial results for the previous corresponding period.

The Company hereby advises that a reasonable degree of certainty exists that for the year ended 28 February 2022, earnings per share ("**EPS**") and headline earnings per share ("**HEPS**") will increase by more than 100% to be in excess of 100 cents, compared to the EPS of 14.88 cents and headline loss per share of 15.17 cents for the year ended 28 February 2021.

A further trading statement will be issued in terms of the JSE Listings Requirements when a reasonable degree of certainty exists as to the likely range of the expected increase in EPS and HEPS.

Operational performance for the period is in line with expectations communicated in October 2021 at the announcement of the 31 August 2021 interim results. The Group currently has in excess of 4,500 units under construction with more in the process of commencing and has completed over 2,500 units during the 2022 financial year. The gross profit margin has returned to the target range of between 20% - 25%.

Cash flow generation remained strong, with cash generated from operations expected to be more than double that of the 2021 financial year. Cash and cash equivalents increased by 23.6% to R191.1 million on 28 February 2022. The strong cash generation enabled the Group to reduce its net debt to equity level to below the target for February 2023 and is ahead of that set for the February 2024 financial year. In addition to cash on hand increasing and interest bearing debt decreasing, the Group has settled R136.3 million in land purchase liabilities during the year which was classified as part of trade and other payables, resulting in a considerable decrease in total liabilities.

The financial information on which this trading statement is based has not been reviewed nor reported on by the auditor of the Company. The audited results for the year ended 28 February 2022 are expected to be published on or about 16 May 2022.

Johannesburg
24 March 2022

Sponsor
PSG Capital



PSG CAPITAL