

SHOPRITE



(Reg. No. 1936/00721/06) | (ISIN: ZAE00012084) | (JSE Share code: SHP)
(NSX Share code: SRH) | (LuSE Share code: SHOPRITE) | ("the Group")

HOLDINGS LTD

Group results for the 52 weeks to 3 July 2022

Pieter Engelbrecht,
Chief Executive Officer

We are proud of our 2022 results especially considering our high base, the additional week included in our reporting calendar last year and the headwinds presented by a challenging local and global context.

On a 52-week basis our customers spent an additional R19.6 billion with us this year. This growth equates to R6.2 billion in South African market share gains for the period. My heartfelt thanks to our millions of customers for their continued support and to Team Shoprite, our people, for their world class execution and continued dedication to our business.

Our core South African supermarket segment (80.0% of Group sales) increased sales by 10.1% (12.6% on a 52-week base). Shoprite and Usave which make up 52.8% of this segment increased sales by 7.2%. Despite having two large format Checkers Hypers still closed due to the July 2021 social unrest, our Checkers and Checkers Hyper supermarket business, which makes up 39.8% of our core RSA segment increased sales by 9.1%. Our Shoprite and Checkers LiquorShop business, 7.2% of the segment's sales, increased sales by 44.5%. This is due to strong underlying growth and the fact that the business was closed for less days this year than last year, due to Covid-19 regulations.

In terms of price and value execution our Shoprite and Checkers Xtra Savings Rewards Programme saved our 24.7 million loyal members a tremendous R9.4 billion this year.

In terms of accessibility for our customers our community based Usave business increased sales by 11.4% and our on-demand one-hour delivery app Checkers Sixty60 continued to innovate and grow its sales despite its incredible growth trajectory over the past few years.

Our 2022 full year dividend increased by 10.3% this year. In recognition of the contribution made by our people we established the Shoprite Employee Trust during the year. Added to this we've continued with our share buy-back programme and advanced our proposed acquisition of Cambridge Food, Massfresh and Masscash Cash and Carry to the Competition Tribunal approval stage. We have much to do in terms of executing our strategy to grow the business in the years ahead, this is just one of our initiatives and we look forward to reporting on our progress on this and our other plans during 2023.

Key information – continuing operations	Change %	52 weeks 2022	53 weeks 2021
Sale of merchandise (Rm)	9.6	184 078	168 030
Trading profit (Rm)	6.8	11 030	10 332
Operating profit (Rm)	11.8	10 807	9 664
Profit before income tax (Rm)	19.1	8 286	6 957
Income tax expense (Rm)	14.1	2 556	2 241
Profit for the year (Rm)	21.5	5 730	4 716
Attributable to owners of the parent (Rm)		5 701	4 698
Attributable to non-controlling interest (Rm)		29	18
Basic headline earnings per share (cents)	10.3	1 055.0	956.3
Basic earnings per share (cents)	22.9	1 046.5	851.6
Dividend per share (cents)	10.3	600.0	544.0
Profit for the year including discontinued operations (Rm)	18.1	5 740	4 859
Attributable to owners of the parent (Rm)		5 711	4 841
Attributable to non-controlling interest (Rm)		29	18
Basic headline earnings per share including discontinued operations (cents)	8.1	1 056.3	977.1
Basic earnings per share including discontinued operations (cents)	19.5	1 048.3	877.5

Declaration of ordinary dividend

The Board has declared a final dividend of 367 cents (2021: 353 cents) per ordinary share, payable to shareholders on Monday, 3 October 2022. The dividend has been declared out of income reserves. This brings the total dividend for the year to 600 cents (2021: 544 cents) per ordinary share. The last day to trade cum dividend will be Tuesday, 27 September 2022. As from Wednesday, 28 September 2022, all trading of Shoprite Holdings Ltd shares will take place ex dividend. The record date is Friday, 30 September 2022. Share certificates may not be dematerialised or rematerialised between Wednesday, 28 September 2022, and Friday, 30 September 2022, both days inclusive.

In terms of the Dividends Tax, the following additional information is disclosed:

1. The local dividend tax rate is 20%.
2. The net local dividend amount is 367 cents per share for shareholders exempt from paying Dividends Tax and 293.6 cents per share for shareholders liable to pay Dividends Tax.
3. The issued ordinary share capital of Shoprite Holdings Ltd as at the date of this declaration is 591 338 502 ordinary shares.
4. Shoprite Holdings Ltd's tax reference number is 9775/112/71/8.

About this announcement

This short-form announcement is the responsibility of the Directors of Shoprite Holdings Ltd. It is only a summary of the information in the condensed consolidated financial statements and does not contain full or complete details. The condensed consolidated financial statements for the year ended 3 July 2022 have been reviewed by Shoprite Holdings Ltd's external auditors who have reached an unmodified review conclusion. Any investment decisions by investors and/or shareholders should be based on consideration of the condensed consolidated financial statements published on the Stock Exchange News Service (SENS) and www.shopriteholdings.co.za as a whole.

The condensed consolidated financial statements have been released on the JSE (<https://senspdf.jse.co.za/documents/2022/jse/isse/SHP/ye2022.pdf>) and are also available for viewing at <https://www.shopriteholdings.co.za/content/dam/SENS/YE2022-Sep2022.pdf>. Copies of the condensed consolidated financial statements may be requested from the Company Secretary (cosec@shoprite.co.za, tel +27 (0)21 980 4284) at PO Box 215, Brackenfell, 7561, South Africa.

By order of the Board

WE Lucas-Bull
Chairman

PC Engelbrecht
Chief Executive Officer

Cape Town
6 September 2022