

Tsogo Sun Gaming Limited
(Incorporated in the Republic of South Africa)
(Registration number 1989/002108/06)
Share code: TSG
ISIN: ZAE000273116
JSE Alpha code: TSGI
("Tsogo Sun Gaming" or "the company" or "the group")

CONDENSED UNAUDITED CONSOLIDATED INTERIM FINANCIAL RESULTS AND DIVIDEND DECLARATION
for the six months ended 30 September 2022

Income	R5.5 billion	up 43%
Operating costs	(R3.5 billion)	up 38%
EBITDA	R1.9 billion	up 52%
Adjusted EBITDA (including leases)	R1.9 billion	up 53%
Headline earnings	R607 million	up 88%
Earnings per share	64.1 cents	up 106%
Headline earnings per share (HEPS)	58.0 cents	up 88%
Dividend per share	30.0 cents	up 100%
NIBD and guarantees	R8.5 billion	down 17%

DEBT AND COVENANTS

It is pleasing to note that the net debt to adjusted EBITDA ratio for the past rolling 12 months, as measured for covenant purposes, amounted to a 2.22 times multiple, which has reduced from the 2.89 multiple at the 31 March 2022 year end. The required ratio in terms of the group's debt covenants is less than a 3.0 times multiple.

Despite the completion of various transactions during the period under review at a net cash outflow totalling R506 million, the group still managed to reduce its net interest-bearing debt and guarantees by R535 million, from R9.04 billion at 31 March 2022, to R8.50 billion at 30 September 2022.

FINANCIAL

The total income generated for the period under review was R5.46 billion (up 43% compared to the prior period, but still 8% below pre-COVID-19 levels), EBITDA was R1.95 billion (up 52% on the prior period) and adjusted EBITDA (after IFRS 16 adjustments) was R1.91 billion (up 53% on the prior period, and only 1% below pre-COVID-19 levels, illustrating more efficient operations when compared to income).

Headline earnings achieved for the period under review amounted to R607 million compared to the R323 million headline earnings reported for the prior period. If, however, the hotel transaction amounting to R289 million (after tax and non-controlling interests) is excluded from the headline earnings calculation, then adjusted headline earnings achieved is R896 million. This equates to an adjusted EBITDA to adjusted headline earnings conversion ratio of 47% (26% for the prior period and 36% for the 30 September 2019 interim period).

DIVIDEND

The board of directors has resolved to declare an interim gross cash dividend of 30.0 (thirty) cents per share in respect of the six months ended 30 September 2022 from distributable reserves. The dividend will be paid in cash to shareholders recorded in the register of the company at close of business Friday, 23 December 2022. The number of ordinary shares in issue at the date of this declaration is 1 049 627 224 (excluding 561 076 treasury shares). The dividend will be subject to a local dividend tax rate of 20%, which will result in a net dividend of 24.0 (twenty-four) cents per share to those shareholders who are not exempt from paying dividend tax. The company's income tax reference number is 9250039717.

Salient dates for payment of the dividend are:

Last date to trade cum dividend	Tuesday, 20 December 2022
Trading ex-dividend commences	Wednesday, 21 December 2022
Record date	Friday, 23 December 2022
Payment date	Tuesday, 27 December 2022

Share certificates may not be dematerialised or re-materialised during the period Wednesday, 21 December 2022 and Friday, 23 December 2022, both days inclusive.

IMPORTANT INFORMATION

The content of this short form announcement is the responsibility of the board of directors of Tsogo Sun Gaming, which represents a summary of the information contained in the full announcement. Any investment decisions by investors and/or shareholders should be based on consideration of the full announcement as a whole which is available at <https://senspdf.jse.co.za/documents/2022/jse/isse/TSGE/Interims.pdf> and on the group's website at <https://www.tsogosungaming.com> and also for inspection at the company's registered office at Palazzo Towers East, Montecasino Boulevard, Fourways, 2055.

Fourways

24 November 2022

EQUITY SPONSOR:

Investec Bank Limited, 100 Grayston Drive, Sandton, 2196 (PO Box 785700, Sandton, 2146)

DEBT SPONSOR:

Nedbank Corporate and Investment Banking, a division of Nedbank Limited, 3rd Floor, Block F, 135 Rivonia Campus, 135 Rivonia Road, Sandown, Sandton, 2196 (PO Box 1144, Johannesburg, 2000)