



# Salungano

GROUP

(Previously known as Wescoal Holdings Limited)

## CONDENSED CONSOLIDATED RESULTS

for the interim period ended 30 September 2022

"The first half of FY23 was not business as usual as we started the financial year with Vanggatfontein ("VGF") on care and maintenance. We continued to diversify our sales mix by increasing our exposure to the volatile coal export market in response to lower Eskom demand and record seaborne coal prices while managing various challenges at our operations. As a result, the Group's overall financial performance was disappointing in HY23, impacting cash flow generation and temporarily affecting our ability to realise our diversification aspirations. We remain committed to the successful turnaround of our operations including Arnot OpCo, which was placed into business rescue in October 2022, following a few challenging months of financial distress and boardroom deadlocks."

*Robinson Ramaite Chief executive officer*

[www.salunganogroup.com](http://www.salunganogroup.com)

- Revenue decreased to R2.322 billion (HY22: R2.666 billion)
- Gross profit decreased to R167 million (HY22: R342 million)
- Operating loss increased to R16 million (HY22: R190 million profit)
- Loss per share of 19.64 cents (HY22: 19.72 cents per share profit)
- Headline loss per share of 19.64 cents per share (HY22: 20.69 cents per share profit)
- No dividend declared for the period (HY22: nil cents per share)

This short-form announcement is the responsibility of the directors and is only a summary of the information contained in the full announcement which can be found on the Company's website at:

<https://salunganogroup.com/wp-content/uploads/2022/12/salungano-group-2022-september-reviewed-condensed-consolidated-interim-results.pdf> and on the JSE's website at: <https://senspdf.jse.co.za/documents/2022/jse/isse/SLGE/hy2022.pdf>.

Copies of the full announcement are available on request by emailing Kabela Maroga at [kabela@salunganogroup.com](mailto:kabela@salunganogroup.com). Any investment decisions should be based on consideration of the full announcement published on the JSE's website and on the Company's website, as a whole.

These condensed consolidated interim financial statements have been reviewed by the Company's auditor, KPMG Inc., who expressed an unmodified review conclusion thereon. The auditor's review conclusion is available on the Company's website at: <http://www.salunganogroup.com>

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9 December 2022

**Salungano Group Limited:** Incorporated in the Republic of South Africa | (Registration number: 2005/006913/06)

**Share code:** SLG | ISIN: ZAE000069639 | ("Salungano Group" or "the Company" or "the Group")

**Sponsor:** Nedbank Corporate and Investment Banking, a division of Nedbank Limited