

BRIKOR LIMITED
(Incorporated in the Republic of South Africa)
(Registration number 1998/013247/06)
JSE Share code: BIK ISIN: ZAE000101945
("Brikor" or the "Company")

FINANCIAL RESULTS FOR THE YEAR ENDED 28 FEBRUARY 2023 – SHORT-FORM ANNOUNCEMENT

FINANCIAL HIGHLIGHTS

	28 Feb 2023 R'm	28 Feb 2022 R'm	% change
Revenue	311,7	272,7	14,3
Earnings before Interest, Taxation, Depreciation, Amortisation, Impairments and Earnings from Associate	24,7	10,3	139,8
Basic earnings per share (cents)	(0,7)	0,3	(333,3)
Headline earnings per share (cents)	(0,1)	1,1	(109,1)
Net asset value per share (cents)	12,9	13,7	(5,8)
Net tangible asset value per share (cents)	9,8	10,2	(3,9)

Note: No dividends have been declared for the year ended 28 February 2023 or 28 February 2022.

FINANCIAL OVERVIEW

Revenue increased to R311,7 million (F2022: R272,7 million) for the reporting period, with the Group realising a loss before earnings from its associate of R4,7 million (F2022: loss of R3,2 million). The investment in associate contributed a loss of R1,2 million (F2022: profit of R6,1 million) to the loss for the reporting period, resulting in a total comprehensive loss for the year attributable to owners of the Company of R5,9 million (F2022: profit of R2,8 million).

BRICKS SEGMENT

Revenue in the Bricks segment increased by 8,5% to R211,6 million (F2022: R195,1 million). The Bricks segment continued to perform at exceptional levels during the reporting period. The increased revenue is mainly due to a continued increase in DIY projects, additions and alterations as well as an increase in commercial and residential construction projects. Adequate planning, sufficient inventory levels and efficiencies in the production process continued to drive an increase in saleable product, which have also contributed to the good performance.

COAL SEGMENT

Revenue in the Coal segment, after deducting intersegment revenue, increased by 29% to R100,1 million (F2022: R77,6 million). Sales in the Coal segment showed an upward trend in comparison to the 2022 reporting period, specifically during the second half of the 2023 financial year. A core focus during the reporting period has been to ensure that sufficient coal stock is available to meet

sales demand, which contributed significantly to the increase in revenue.

OPERATING PROFIT BEFORE INTEREST, TAXATION AND EARNINGS FROM ASSOCIATE

The Group realised an operating profit before interest, taxation and earnings from associate of R9,9 million (F2022: operating loss before interest taxation and earnings from associate of R0,3 million). The Bricks segment realised an operating profit before interest and taxation of R15,7 million (F2022: R12,5 million), whilst the Coal segment realised an operating loss before interest and taxation of R5,8 million (F2022: R12,8 million).

Other income, administrative expenses, distribution and other expenses remained in line with the previous reporting period.

OUTLOOK

Given the performance of the Coal segment during the 2022 financial year and current reporting period, the directors are pleased to report that the Coal segment has shown significant improvement, specifically in the second half of the reporting period. Sales in the Coal segment continue to show an upward trend in comparison to the 2022 reporting period and sales orders are increasing on a daily basis. The Group will continue to focus on availability of coal stock to meet sales demand as well as securing future orders.

The Bricks segment is still performing exceptionally and the outlook for the remainder of the year remains positive.

The Board remains confident about the potential which can be unlocked from the Group in order to create value for stakeholders and capitalise on synergies between various entities within the Group.

Any forward-looking statements have neither been reviewed nor reported on by the Group's auditors, Nexia SAB&T.

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 31 May 2023, via the JSE link and also available on the Company's website at <https://brikor.net/wp-content/uploads/2023/05/YERes23.pdf>

Copies of the full announcement may also be requested by contacting Ms 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/2023/jse/isse/bik/YERes23.pdf>

The annual financial statements including the audit opinion of the external auditor, Nexia SAB&T, which sets out the key audit matters and the basis for its unmodified opinion, is available on the Company's website on

<https://brikor.net/wpcontent/uploads/2023/05/BrikorAFS2023.pdf>

31 May 2023

Nigel

Designated Adviser

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