

REVIEWED CONDENSED CONSOLIDATED INTERIM FINANCIAL RESULTS

for the six months ended 31 August 2008

Highlights

■ NAV of 358 cents per share

■ Continued expansion to meet infrastructure demand

Construction materials for Southern Africa

CONDENSED CONSOLIDATED INCOME STATEMENT

	Reviewed six months ended 31 August 2008 R'000	Reviewed six months ended 31 August 2007 R'000	Change %	Audited year ended 29 February 2008 R'000
Revenue	328 046	281 458	16,6%	611 660
Cost of sales	(229 109)	(196 783)		(415 841)
Gross profit	98 937	84 675		195 819
Other income	2 359	3 215		8 504
Operating expenses	(46 778)	(20 509)		(67 206)
Operating profit	54 518	67 381	(19,1%)	137 117
Investment revenue	2 245	3 458		6 031
Finance costs	(4 909)	(4 163)		(9 176)
Profit before taxation	51 854	66 676	(22,2%)	133 972
Taxation	(17 100)	(20 231)	(15,5%)	(38 562)
Profit attributable to shareholders	34 754	46 445	(25,2%)	95 410
Attributable to:				
Ordinary shareholders	34 376	46 298		94 950
Minority interest	378	147		460
	34 754	46 445		95 410
Reconciliation of headline earnings:				
Profit attributable to ordinary shareholders	34 376	46 298		94 950
Profit on disposal of property, plant and equipment net of tax	(711)	(111)		(2 321)
Profit on disposal of subsidiaries net of tax	(1 087)	-		(2 311)
Impairment of goodwill	110	-		862
Impairment of mining rights	-	1 368		1 368
	32 688	47 555	(31,3%)	92 548
Reconciliation of core headline earnings (as defined):				
Headline earnings	32 688	47 555		92 548
Transaction costs of BEE shareholders change	508	-		-
Losses of start-up operations net of tax	7 205	1 232		2 429
	40 401	48 787	(17,2%)	94 977
Shares in issue:				
March	133 643 175	124 299 497		124 299 497
April	133 643 175	124 299 497		124 299 497
May	133 625 365	124 299 497		124 299 497
June	133 615 257	133 762 738		133 762 738
July	133 576 909	133 762 738		133 762 738
August	133 571 909	133 762 738		133 762 738
September				133 762 738
October				133 762 738
November				133 762 738
December				133 762 738
January				133 699 113
February				133 643 175
Weighted average number of shares in issue	133 612 632	129 031 118	3,6%	131 381 662
Earnings per ordinary share (cents)	25,7	35,9	(28,4%)	72,3
Headline earnings per ordinary share "HEPS" (cents)	24,5	36,9	(33,6%)	70,4
Core headline earnings per ordinary share (cents)	30,2	37,8	(20,1%)	72,3

CONDENSED CONSOLIDATED BALANCE SHEET

	Reviewed 31 August 2008 R'000	Reviewed 31 August 2007 R'000	Audited 29 February 2008 R'000
ASSETS			
Non-current assets			
Property, plant and equipment	367 248	309 364	309 675
Intangible assets	15 411	15 553	15 771
Goodwill	101 332	93 850	96 395
Other financial assets	4 169	3 590	3 978
Deferred taxation	-	787	-
Retirement benefit asset	11 096	11 594	11 059
	499 256	434 738	436 878
Current assets			
Inventories	83 233	52 489	59 691
Current tax receivable	4 252	3 333	4 551
Trade and other receivables	140 516	111 394	120 474
Other financial assets	-	2 466	-
Cash and cash equivalents	22 105	71 447	38 220
	250 106	241 129	223 536
Total assets	749 362	675 867	660 414
EQUITY AND LIABILITIES			
Equity			
Share capital	1 340	1 340	1 340
Share premium	325 169	326 116	326 116
Business combination adjustment	(105 788)	(105 788)	(105 788)
Treasury shares	(1 310)	-	(887)
Net issued share capital	219 411	221 668	220 781
Other reserves	1 787	336	935
Retained income	255 481	203 161	242 485
Attributable to equity holders of parent	476 679	425 165	464 201
Minority interest	2 814	320	701
Total equity	479 493	425 485	464 902
Liabilities			
Non-current liabilities			
Borrowings long term	54 472	35 661	27 420
Deferred tax	15 563	50 636	49 096
Provisions	10 242	7 639	8 522
	116 199	93 936	85 038
Current liabilities			
Borrowings short term	47 876	43 600	37 045
Current tax payable	15 563	23 121	13 565
Trade and other payables	86 161	89 522	58 610
Bank overdraft	4 070	203	1 254
	153 670	156 446	110 474
Total liabilities	269 869	250 382	195 512
Total equity and liabilities	749 362	675 867	660 414
Net asset value per share (cents)	358	318	348

CONDENSED CONSOLIDATED CHANGES IN EQUITY

	Reviewed six months ended 31 August 2008 R'000	Reviewed six months ended 31 August 2007 R'000	Audited year ended 29 February 2008 R'000
Attributable to equity holders of parent			
Balance at the beginning of period	464 201	298 081	298 081
Issue of shares	-	95	95
Premium/(adjustment) on shares issued	(946)	80 690	80 690
Movement in treasury shares purchased	(424)	-	(887)
Other items	852	149	635
Profit for the year	34 376	46 298	94 950
Dividends paid	(21 380)	-	(9 363)
Total changes	12 478	127 232	166 120
Balance at the end of period	476 679	425 313	464 201
Minorities			
Balance at the beginning of period	701	25	25
Disposal equity adjustments	1 735	-	216
Profit for the year	378	147	460
Total changes	2 113	147	676
Balance at the end of period	2 814	172	701
Total equity	479 493	425 485	464 902

CONDENSED CONSOLIDATED SEGMENT REPORT

	Split six months ended 31 August 2008 %	Reviewed six months ended 31 August 2008 R'000	Split six months ended 31 August 2007 %	Reviewed six months ended 31 August 2007 R'000	Split year ended 29 February 2008 %	Audited year ended 29 February 2008 R'000
Revenue						
External sales						
Aggregates	53	172 605	57	160 777	60	364 726
Ready mix Concrete	32	104 702	28	77 402	26	157 500
Concrete Manufactured Products	15	50 739	15	43 279	14	89 434
Total	100	328 046	100	281 458	100	611 660
Intersegment sales						
Aggregates	85	23 663	97	9 939	88	37 359
Ready mix Concrete	15	4 098	2	223	11	4 573
Concrete Manufactured Products	0	65	1	48	1	439
Total	100	27 826	100	10 210	100	42 371
Total revenue						
Aggregates	55	196 268	59	170 716	61	402 085
Ready mix Concrete	31	108 800	27	77 625	25	162 073
Concrete Manufactured Products	14	50 804	14	43 327	14	89 873
Total	100	355 872	100	291 668	100	654 031
Operating profit before tax						
Aggregates	60	32 552	81	54 454	74	102 082
Ready mix Concrete	19	10 158	11	7 282	11	15 330
Concrete Manufactured Products	22	12 083	9	6 571	10	13 560
Other	(1)	(275)	(1)	(926)	5	6 145
Total	100	54 518	100	67 381	100	137 117
Operating profit margins on external revenue (%)						
Aggregates		18,9%		33,9%		28,0%
Ready mix Concrete		9,7%		9,4%		9,7%
Concrete Manufactured Products		23,8%		15,2%		15,2%
Total		16,6%		23,9%		22,4%
OTHER INFORMATION						
Assets						
Aggregates		471 065		396 628		411 980
Ready mix Concrete		71 011		50 533		53 196
Concrete Manufactured Products		59 288		42 876		39 303
Other		147 998		185 830		155 935
Consolidated total assets		749 362		675 867		660 414
Liabilities						
Aggregates		130 375		111 721		85 738
Ready mix Concrete		33 349		26 121		26 332
Concrete Manufactured Products		16 128		17 287		5 445
Other		90 017		95 253		77 997
Consolidated total liabilities		269 869		250 382		195 512

CONDENSED CONSOLIDATED CASH FLOW STATEMENT

	Reviewed six months ended 31 August 2008 R'000	Reviewed six months ended 31 August 2007 R'000	Audited year ended 29 February 2008 R'000
Cash flows from operating activities			
Cash generated from operations	56 731	89 220	114 506
Interest income	2 240	3 446	6 011
Dividends received	5	12	19
Finance costs	(4 909)	(4 163)	(9 176)
Tax paid	(14 730)	(11 137)	(39 937)
Net cash from operating activities	39 337	77 378	71 423
Acquisition of property, plant and equipment	(80 585)	(35 188)	(60 484)
Proceeds on sale of property, plant and equipment	12 259	1 387	11 046
Proceeds/(purchase) of financial asset	(6)	42 333	44 353
Acquisition of businesses	(7 803)	(102 540)	(113 571)
Proceeds on sale of businesses	4 002	-	6 344
Cash flows from investing activities	(72 133)	(94 008)	(112 312)
Proceeds and premium/(adjustment) on share issue	(946)	58 286	58 284
Purchase of treasury shares	(424)	-	(887)
Net movement in borrowings	36 015	(10 817)	(9 984)
Dividends paid	(21 380)	-	(9 363)
Net cash from financing activities	13 265	47 469	38 050
Total cash movement for the period	(19 531)	30 839	(2 839)
Cash at beginning of the period	37 566	40 405	40 405
Total cash at end of the period	18 035	71 244	37 566

NOTES

	Reviewed six months ended 31 August 2008 R'000	Reviewed six months ended 31 August 2007 R'000	Audited year ended 29 February 2008 R'000
1. DIVIDENDS			
- Interim dividend declared/paid	6 688	9 363	9 363
- Final dividend paid/declared	21 402	-	21 402
	28 090	9 363	30 765
2. CAPITAL COMMITMENTS			
- Approved capital expenditure to be funded from surplus cash and bank financing	41 157	10 054	72 486
3. DEPRECIATION	18 008	13 841	33 306
4. NET MOVEMENT IN BORROWINGS			
- Opening balance	64 465	38 357	38 357
- New borrowings	60 516	21 577	32 027
- Acquired through acquisitions	1 868	36 093	36 093
- Repayments	(24 501)	(16 766)	(42 012)
- Closing balance	102 348	79 261	64 465
5. BUSINESS ACQUISITION			
Business combination included during the period is 100% of Sunshine Crushers (Pty) Limited, from 1 August 2008.			
Amounts included are as follows:			Sunshine Crushers R'000
Carrying amount of net assets			
- Plant and equipment			6 268
- Other			(3 910)
			2 358
Fair value of assets			
- Plant and equipment			6 268
- Other			(3 910)
			2 358
Goodwill			5 723
Purchase consideration			8 081
Profit after tax included in results			258
Unaudited pro forma profit after tax assuming business combinations for full six month period			1 784
6. BUSINESS DISPOSALS			
Business disposals during the period are 7,3% of Brickrush (Pty) Ltd, from 1 March 2008, and 15,0% of Bak-klei en Steen (Pty) Ltd, from 1 May 2008.			
		7,3% Brickrush R'000	