

Summary consolidated statement of Financial Position

at 30 June 2024

R million	Notes	30 June 2024	30 June 2023
Assets			
Non-current assets			
Property, plant and equipment		10 558	9 757
Investment properties		494	473
Intangible assets		10 627	10 665
Investments – Equity accounted	4	70 691	76 445
– Financial assets at fair value through other comprehensive income (FVOCI)	5	19 933	22 564
Financial assets at fair value through profit and loss (FVPL)		114	150
Retirement benefits		386	351
Long-term loans and debtors		19	33
Deferred taxation		194	176
		113 016	120 614
Current assets			
Inventories		8 497	7 832
Biological agricultural assets		1 320	1 317
Debtors and short-term loans		7 431	3 818
Loans to equity accounted investments		6	35
Financial assets at FVPL		22	29
Taxation		50	47
Investment in money market funds		2 699	4 582
Cash and cash equivalents		6 789	6 047
		26 814	23 707
Assets held for sale ⁽¹⁾		1	6 644
Total assets		139 831	150 965
Equity and liabilities			
Stated capital		13 416	13 416
Reserves		101 341	103 942
Treasury shares		(1 987)	(1 438)
Shareholders' equity		112 770	115 920
Non-controlling interest		7 047	6 521
Total equity		119 817	122 441
Non-current liabilities			
Retirement benefits		51	70
Long-term loans	6	1 421	5 804
Lease liabilities		531	523
Deferred taxation		4 903	5 298
Trade and other payables		124	–
Hedge derivatives		–	92
Current liabilities		12 984	16 737
Trade and other payables		7 812	5 980
Short-term loans		4 476	6 431
Lease liabilities		195	196
Financial liabilities at FVPL		53	6
Hedge derivatives		309	–
Taxation		139	127
		12 984	12 740
Liabilities held for sale ⁽¹⁾		–	3 997
Total equity and liabilities		139 831	150 965

⁽¹⁾ At 30 June 2023, "assets and liabilities held for sale" mainly included RCL Foods' Vector Logistics segment, which was disposed of during August 2023. Refer to "Discontinued operations" on page 151 for further details.



Summary consolidated Income statement

for the year ended 30 June 2024

R million	Notes	30 June 2024	30 June 2023
Continuing operations			
Revenue	12	50 424	48 151
Inventory expenses		(30 621)	(29 373)
Staff costs		(7 282)	(6 625)
Depreciation		(1 126)	(1 032)
Other net operating expenses		(8 712)	(8 786)
Trading profit		2 683	2 335
Dividend income		860	1 161
Interest received		786	985
Finance costs		(933)	(1 002)
Impairment of investments, assets and goodwill		(4 339)	(590)
Reversal of impairment of investments and assets		11	40
Loss allowances on loans		(3)	(19)
Profit on sale and dilution of investments		366	329
Consolidated profit/(loss) before tax		(569)	3 239
Taxation		(948)	(832)
Consolidated profit/(loss) after tax		(1 517)	2 407
Share of after-tax profit of equity accounted investments	4	2 799	3 296
Net profit for the year from continuing operations		1 282	5 703
Discontinued operations			
Profit for the year from discontinued operations	15	1 094	5 117
Net profit for the year		2 376	10 820
Attributable to:			
Equity holders		1 241	9 624
Continuing operations		814	5 836
Discontinued operations		427	3 788
Non-controlling interest		1 135	1 196
Continuing operations		468	(133)
Discontinued operations		667	1 329
		2 376	10 820

Summary consolidated statement of Comprehensive Income

for the year ended 30 June 2024

R million	30 June 2024	30 June 2023
Continuing operations		
Net profit for the year	1 282	5 703
Other comprehensive income, net of tax	(2 578)	10 959
Items that may be reclassified subsequently to the income statement:		
Exchange rate adjustments	(2 718)	8 628
Fair value adjustments for the year	–	(99)
Deferred taxation on fair value adjustments	–	(32)
Reclassification of other comprehensive income to the income statement	1	(359)
Other comprehensive income of equity accounted investments	(442)	1 321
Items that will not be reclassified to the income statement:		
Fair value adjustments for the year	19	1 665
Deferred taxation on fair value adjustments	497	(91)
Capital gains taxation on disposal of FVOCI investments	(463)	(188)
Remeasurement of post-employment benefit obligations	27	65
Deferred taxation on remeasurement of post-employment benefit obligations	(8)	(18)
Change in reserves of equity accounted investments	509	67
Comprehensive income for the year – continuing operations	(1 296)	16 662
Discontinued operations		
Net profit for the year	1 094	5 117
Other comprehensive income, net of tax	(3)	(161)
Comprehensive income for the year – discontinued operations	1 091	4 956
Total comprehensive income for the year	(205)	21 618
Total comprehensive income attributable to:		
Equity holders	(1 269)	20 091
Continuing operations	(1 694)	16 353
Discontinued operations	425	3 738
Non-controlling interest	1 064	1 527
Continuing operations	398	309
Discontinued operations	666	1 218
	(205)	21 618

Summary consolidated statement of Changes in Equity

for the year ended 30 June 2024

R million	Stated and issued capital	Treasury shares	Equity reserves	Other reserves	Fair value reserves	Retained earnings	Share- holders' equity	Non- controlling interest	Total equity
30 June 2024									
Balances at 1 July	13 416	(1 438)	13 850	8 161	(1 203)	83 134	115 920	6 521	122 441
Total comprehensive income for the year	-	-	(1 783)	(739)	250	1 003	(1 269)	1 064	(205)
Net profit for the year	-	-	-	-	-	1 241	1 241	1 135	2 376
Other comprehensive income for the year	-	-	(1 783)	(739)	250	(238)	(2 510)	(71)	(2 581)
Dividends paid	-	-	-	-	-	(1 330)	(1 330)	(307)	(1 637)
Transactions with non-controlling shareholders	-	-	-	(81)	-	99	18	(236)	(218)
Transfer between reserves and other movements	-	42	-	(42)	-	-	-	-	-
Transfer of retained income of equity accounted investments	-	-	661	-	-	(661)	-	-	-
Transfer of gain on disposal of FVOCI investments to retained earnings	-	-	-	-	(334)	334	-	-	-
Businesses disposed	-	-	-	-	-	-	-	(9)	(9)
Long-term share incentive scheme reserve	-	135	-	22	-	-	157	14	171
Purchase of treasury shares by wholly owned subsidiary	-	(726)	-	-	-	-	(726)	-	(726)
Balances at 30 June	13 416	(1 987)	12 728	7 321	(1 287)	82 579	112 770	7 047	119 817
30 June 2023									
Balances at 1 July	13 416	(685)	8 546	2 459	(2 352)	77 059	98 443	17 437	115 880
Total comprehensive income for the year	-	-	3 307	4 306	1 371	11 107	20 091	1 527	21 618
Net profit for the year	-	-	-	-	-	9 624	9 624	1 196	10 820
Other comprehensive income for the year	-	-	3 307	4 305	1 371	1 483	10 467	331	10 798
Dividends paid	-	-	-	-	-	(1 014)	(1 014)	(61)	(1 075)
Dividends <i>in specie</i>	-	-	-	-	-	(1 629)	(1 629)	-	(1 629)
Transactions with non-controlling shareholders	-	-	-	(35)	-	(67)	(102)	103	1
Transfer between reserves and other movements	-	19	63	133	2	(217)	-	-	-
Transfer of retained income of equity accounted investments	-	-	1 934	-	-	(1 934)	-	-	-
Transfer of gain on disposal of FVOCI investments to retained earnings	-	-	-	246	(224)	(22)	-	-	-
Business disposed	-	-	-	1 080	-	(149)	931	(12 239)	(11 308)
Long-term share incentive scheme reserve	-	58	-	(28)	-	-	30	(246)	(216)
Purchase of treasury shares by wholly owned subsidiary	-	(830)	-	-	-	-	(830)	-	(830)
Balances at 30 June	13 416	(1 438)	13 850	8 161	(1 203)	83 134	115 920	6 521	122 441

Summary consolidated statement of Cash Flows

for the year ended 30 June 2024

R million	30 June 2024	30 June 2023
Cash flows – operating activities		
Cash generated from operations	3 625	2 783
Interest received	740	1 124
Taxation paid	(1 498)	(2 051)
Dividends received	2 873	2 648
Finance costs	(968)	(1 309)
Cash available from operating activities	4 772	3 195
Cash settled share-based payments made by Distell	–	(715)
Dividends paid	(1 637)	(1 075)
Cash inflow from operating activities	3 135	1 405
Cash flows – investing activities		
Investment in property, plant and equipment and other assets	(1 948)	(3 266)
Proceeds on disposal of property, plant and equipment and other assets	210	257
Proceeds on disposal of Gordon's Gin Distribution Rights	1 000	–
Proceeds on disposal of assets held for sale ⁽¹⁾	1 218	973
Business acquired ⁽²⁾	–	(215)
Business disposed ⁽³⁾	–	2 041
Proceeds on disposal of investments and loans ⁽⁴⁾	2 997	697
Additions to investments and loans ⁽⁵⁾	(259)	(7 056)
Investment in money market funds	–	(190)
Withdrawal of money market funds	1 883	1 308
Cash inflow/(outflow) from investing activities	5 101	(5 451)
Cash flows – financing activities		
Loans repaid ⁽⁶⁾	(5 728)	(1 899)
Loans advanced	253	254
Lease payments	(189)	(302)
Transactions with non-controlling shareholders	(301)	–
Purchase of treasury shares	(726)	(830)
Other movements	81	102
Cash outflow from financing activities	(6 610)	(2 675)
Net increase/(decrease) in cash and cash equivalents	1 626	(6 721)
Exchange rate profit/(loss) on foreign cash	(111)	405
Cash and cash equivalents at the beginning of the year	5 189	11 505
Cash and cash equivalents at the end of the year	6 704	5 189
Cash and cash equivalents – per statement of financial position	6 789	6 047
Bank overdraft	(85)	(910)
Included in assets and liabilities held for sale		
Cash and cash equivalents	–	82
Bank overdraft	–	(30)

⁽¹⁾ The year under review includes the proceeds on disposal of Vector Logistics and DC Foods. The prior year included the proceeds on the disposal of 19.2 million FirstRand shares amounting to R959 million.

⁽²⁾ The year ended 30 June 2023 related to the acquisition of Sunshine Bakery Holdings Proprietary Limited by Remgro's subsidiary RCL Foods.

⁽³⁾ The year ended 30 June 2023 relates to the disposal as part of the Distell/Heineken transaction.

⁽⁴⁾ The year under review includes the disposal of the investment in Momentum for R2 678 million.

⁽⁵⁾ The year ended 30 June 2023 included the additional investments in Mediclinic of R4 693 million and Heineken Beverages of R2 317 million.

⁽⁶⁾ The year under review includes the early redemption of Remgro's preference shares amounting to R5 366 million.

Notes to the summary Financial statements

for the year ended 30 June 2024

1. Accounting policies

The summary consolidated financial statements are prepared in accordance with the requirements of the JSE Limited (JSE) Listings Requirements for summary financial statements, and the requirements of the Companies Act of South Africa. The Listings Requirements require summary financial statements to be prepared in accordance with the framework concepts and the measurement and recognition requirements of International Financial Reporting Standards (IFRS® Accounting Standards) as issued by the International Accounting Standards Board (IASB), hereafter referred to as 'IFRS' and the SAICA Financial Reporting Guides as issued by the Accounting Practices Committee and Financial Reporting Pronouncements as issued by the Financial Reporting Standards Council and to also, as a minimum, contain the information required by IAS 34: *Interim Financial Reporting*.

The accounting policies applied in the preparation of the consolidated financial statements from which the summary consolidated financial statements were derived are in terms of IFRS and are consistent with those accounting policies applied in the preparation of the previous consolidated Annual Financial Statements. During the year under review various other interpretations and amendments became effective, but their implementation had no impact on the results of either the current or prior years. The financial statements have been prepared under the supervision of the Chief Financial Officer, Neville Williams CA(SA).

The summary consolidated financial statements do not contain all the information and disclosures required in the consolidated financial statements. The summary consolidated financial statements have been extracted from the audited consolidated financial statements upon which Ernst & Young Inc. has issued an unqualified report. The audited consolidated financial statements and the unqualified audit report are available for inspection at the registered office of the Company.

2. Headline earnings reconciliation

R million	Year ended 30 June	
	2024	2023
Continuing operations		
Net profit for the year attributable to equity holders (earnings)	814	5 836
Impairment of equity accounted investments ⁽¹⁾	4 257	58
Reversal of impairment of equity accounted investments ⁽¹⁾	(11)	(5)
Impairment of property, plant and equipment	57	70
Reversal of impairment of property, plant and equipment	–	(35)
Impairment of intangible and other assets	25	462
Profit on sale and dilution of equity accounted investments	(298)	(321)
Loss on sale and dilution of equity accounted investments	–	2
Profit on disposal of property, plant and equipment	(165)	(78)
Loss on disposal of property, plant and equipment	32	62
Profit on disposal of subsidiary	(68)	–
Recycling of foreign currency translation reserves	–	(10)
Non-headline earnings items included in equity accounted earnings of equity accounted investments	908	984
– Profit on disposal of property, plant and equipment	(85)	(18)
– Profit on sale of investments	(213)	(67)
– Loss on sale of investments	30	–
– Impairment of investments, assets and goodwill ⁽²⁾	1 176	1 069
Taxation effect of adjustments	73	(13)
Non-controlling interest	22	(370)
Headline earnings from continuing operations	5 646	6 642
Discontinued operations		
Net profit for the year attributable to equity holders (earnings)	427	3 788
Profit on disposal of property, plant and equipment	–	(9)
Loss on disposal of property, plant and equipment	–	36
Profit on disposal of intangible assets ⁽³⁾	(991)	–
Profit on sale of subsidiary ⁽³⁾	(244)	(4 374)
Recycling of foreign currency translation reserves	(15)	23
Taxation effect of adjustments	168	607
Non-controlling interest	656	343
Headline earnings from discontinued operations	1	414
Total headline earnings from continuing and discontinued operations	5 647	7 056

⁽¹⁾ Refer to "Net impairments of equity accounted investments" on page 145 for further details.

⁽²⁾ "Impairment of investments, assets and goodwill" from equity accounted investments for the year under review includes Remgro's portion of the impairments of Heineken Beverages' goodwill that was created through the Distell/Heineken transaction.

⁽³⁾ Refer to "Discontinued operations" on page 151 for further details.



3. Earnings and dividends

Cents	Year ended 30 June	
	2024	2023
Headline earnings per share		
– Basic	1 018	1 254
Continuing operations	1 018	1 180
Discontinued operations	–	74
– Diluted	1 008	1 244
Continuing operations	1 008	1 171
Discontinued operations	–	73
Earnings per share		
– Basic	224	1 710
Continuing operations	147	1 037
Discontinued operations	77	673
– Diluted	218	1 696
Continuing operations	141	1 027
Discontinued operations	147	669
Dividends per share		
Ordinary	264	240
– Interim	80	80
– Final	184	160

4. Equity accounted investments

R million	30 June 2024	30 June 2023
Associates	23 324	27 973
Joint ventures	47 367	48 472
Investments – Equity accounted	70 691	76 445
Loans to equity accounted investments – current	6	35
	70 697	76 480
Equity accounted investments reconciliation		
Carrying value at the beginning of the year	76 480	50 786
Share of net attributable profit	2 799	3 472
Dividends received	(2 036)	(1 459)
Grindrod unbundled	–	(1 649)
Investments made ⁽¹⁾	20	18 034
Business disposed	–	(806)
Exchange rate differences	(2 426)	7 087
Net impairments ⁽²⁾	(4 246)	(50)
Equity accounted movements on reserves	66	1 388
Other movements	39	(323)
Carrying value at the end of the year	70 697	76 480

⁽¹⁾ The year ended 30 June 2023 included the investments in Heineken Beverages and Mediclinic.

⁽²⁾ The year under review includes an impairment of R4 257 million relating to Heineken Beverages.

Net impairments of equity accounted investments and loss allowances on loans

Reversal of impairments/(impairments) were recognised for the following investments:

R million	30 June 2024	30 June 2023
Heineken Beverages	(4 257)	–
Other impairments and loss allowances	11	(50)
	(4 246)	(50)

4. Equity accounted investments (continued)

At 31 December 2023, an impairment indicator was identified on Remgro's investment in **Heineken Beverages** as a result of the carrying value exceeding its fair value. Heineken Beverages' volumes were impacted by lower industry growth, load shedding, a shift from premium to mainstream (Heineken Beverages' portfolio over-indexed in premium), and a challenging competitive environment. Margins were also negatively impacted by non-recurring expenses related to integration and supply chain challenges. As a result, the Heineken Beverages business itself impaired goodwill. Remgro's carrying value of Heineken Beverages included the cost of the investment at transaction date (being R165 per Heineken Beverages share or R12 451 million) and equity accounted losses since the acquisition, which included Remgro's portion of the aforementioned Heineken Beverages goodwill impairment. Accordingly, the investment in Heineken Beverages was impaired to its recoverable amount of R6 751 million, being the fair value of the investment at level 3. The fair value of the investment was determined using an average market EBITDA multiple methodology. A 5% change in the EBITDA multiple will result in an inverse change in the impairment of R403 million.

At 30 June 2024, the total impairment relating to Heineken Beverages amounted to R5 307 million consisting of Remgro's portion of Heineken Beverages' goodwill impairments of R1 050 million and an additional impairment recorded by Remgro of R4 257 million in respect of its investment in Heineken Beverages. The Heineken Beverages impairment mainly represents the impairment of notional goodwill that was recognised on the acquisition of the investment.

At 30 June 2024, the fair value of the investment in **Mediclinic** was R40 756 million (2023: R47 268 million), which exceeded the carrying value of R40 027 million (2023: R41 050 million). Included in the carrying value of the investment is an impairment of R3 898 million which arose following regulatory changes in the investments' Switzerland business that affected its profitability since the 2019 financial year. Subsequently, the business was also severely impacted by the Covid-19 pandemic. Even though after Covid the businesses have performed better, growth in Switzerland is still negatively impacted by a general shortage of nursing employees, leading to higher contracted staff cost and lower margins and tariff pressures. While the Switzerland business is adapting to the new business environment, its profitability has not yet improved sufficiently to warrant a reversal of the impairment.

Share of after-tax profit of equity accounted investments

R million	30 June 2024	30 June 2023
Profit before taking into account impairments and non-recurring items	5 663	5 823
Net impairment of investments, assets and goodwill	(1 176)	(1 069)
Profit on the sale of investments	183	67
Profit before tax and non-controlling interest	4 670	4 821
Taxation	(1 563)	(1 021)
Non-controlling interest	(308)	(328)
	2 799	3 472
Continuing operations	2 799	3 296
Discontinued operations	–	176

5. Investments at fair value through other comprehensive income (FVOCI)

R million	30 June 2024	30 June 2023
Carrying value at the beginning of the year	22 564	20 650
Fair value adjustments for the year ⁽¹⁾	236	1 657
Investments made	186	306
Exchange rate adjustments	(71)	393
Disposals ⁽²⁾	(2 977)	(415)
Business disposed	–	(38)
Other movements	(5)	11
Carrying value at the end of the year	19 933	22 564

⁽¹⁾ Fair value adjustments at 30 June 2023 mainly consist of positive fair value adjustments from Momentum (R467 million), Discovery (R910 million) and FirstRand (R753 million).

⁽²⁾ Disposals mainly consist of 122 908 061 Momentum shares which were disposed during June 2024 for a consideration of R2 678 million, net of transaction costs through an accelerated book build offering. The net fair value gain realised on disposal of R622 million was transferred from fair value reserves to retained earnings. Capital gains tax of R451 million was incurred in this transaction and accounted for in other comprehensive income.

6. Long-term loans

R million	30 June 2024	30 June 2023
14 289 (2023: 20 000) Class A 7.42% cumulative redeemable preference shares (prior year: dividend rate of 7.5%) ^{(1), (2)}	2 503	3 510
10 000 Class B 7.8% cumulative redeemable preference shares ^{(1), (2)}	–	4 347
Various other loans	3 264	3 201
	5 767	11 058
Short-term portion of long-term loans ⁽²⁾	(4 346)	(5 254)
	1 421	5 804

⁽¹⁾ Remgro's debt covenant, which relates to the Class A and B cumulative redeemable preference shares, is based on net debt at the centre. As Remgro is in a net cash position, the debt covenant is comfortably met.

⁽²⁾ Refer to "Financing activities" on page 135 for details pertaining to the redemption and refinancing of preference shares.



R million	30 June 2024	30 June 2023
7. Additions to and replacement of property, plant and equipment	2 004	3 434
8. Capital and investment commitments (Including amounts authorised but not yet contracted for)	3 211	4 487
9. Guarantees and contingent liabilities	–	15
10. Dividends received from equity accounted investments set off against investments	2 036	1 459

11. Fair value remeasurements

The following methods and assumptions are used to determine the fair value of each class of financial instruments:

- Financial instruments at fair value and investment in money market funds: Fair value is based on quoted market prices or, in the case of unlisted instruments, appropriate valuation methodologies, being discounted cash flow, liquidation valuation or actual net asset value of the investment.
- Derivative instruments: The fair values of derivative instruments, which are included in financial instruments at FVPL, are determined by using appropriate valuation methodologies and mark-to-market valuations.

Financial instruments measured at fair value are disclosed by level of the following fair value hierarchy:

Level 1 – Quoted prices (unadjusted) in active markets for identical assets or liabilities;

Level 2 – Inputs (other than quoted prices included within level 1) that are observable for the asset or liability, either directly (as prices) or indirectly (derived from prices); and

Level 3 – Inputs for the asset or liability that are not based on observable market data (unobservable inputs).

The following table illustrates the fair values of financial assets and liabilities that are measured at fair value, by hierarchy level:

R million	Level 1	Level 2	Level 3	Total
30 June 2024				
Assets				
Non-current assets				
Financial assets at FVOCI	18 314	1	1 618	19 933
Financial assets at FVPL	–	–	114	114
Current assets				
Financial assets at FVPL	–	22	–	22
Investment in money market funds	2 699	–	–	2 699
	21 013	23	1 732	22 768
Liabilities				
Current instruments at FVPL	–	53	–	53
Hedge derivatives	–	309	–	309
	–	362	–	362
30 June 2023				
Assets				
Non-current assets				
Financial assets at FVOCI	20 246	3	2 315	22 564
Financial assets at FVPL	–	–	150	150
Current assets				
Financial assets at FVPL	–	29	–	29
Investment in money market funds	4 582	–	–	4 582
	24 828	32	2 465	27 325
Liabilities				
Current instruments at FVPL	–	6	–	6
Hedge derivatives	–	92	–	92
	–	98	–	98

11. Fair value remeasurements (continued)

The following table illustrates the reconciliation of the carrying value of level 3 assets at the beginning and end of the year:

R million	Financial assets at FVOCI	Financial assets at FVPL	Total
Assets			
Balances at 1 July 2023	2 315	150	2 465
Additions	186	–	186
Disposals	(299)	–	(299)
Transfers	(5)	–	(5)
Exchange rate adjustment	(30)	–	(30)
Fair value adjustments through other comprehensive income	(549)	–	(549)
Fair value adjustments through profit and loss	–	(36)	(36)
Balances at 30 June 2024	1 618	114	1 732

Level 3 financial assets consist mainly of investments in the Milestone China entities (Milestone), Asia Partners Fund I LP and Asia Partners Fund II LP (Asia Partners Funds) and the Pembani Remgro Infrastructure Fund (PRIF) amounting to R54 million (2023: R738 million), R672 million (2023: R658 million) and R326 million (2023: R325 million), respectively. These investments are all valued based on the fair value of each investment's underlying assets, which are valued using a variety of valuation methodologies. Listed entities are valued at the last quoted share price on the reporting date, whereas unlisted entities' valuation methods include discounted cash flow valuations, appropriate earnings and revenue multiples.

Asia Partners Funds consist of cash balances and eight different investments of which 94% (2023: 80%) is measured using option pricing models. Seven of PRIF's eight assets were valued using the discounted cash flow method.

The investments in LifeQ Global Limited and Bolt Technology OÜ were valued at R61 million and R352 million, respectively, at 30 June 2024 (2023: R202 million and R257 million, respectively).

Remgro's unlisted investments classified as level 3 financial instruments are widely held. Accordingly, changes in the assumptions used to value the above-mentioned unlisted investments will not have a significant impact on Remgro's financial statements.

The fair value of the financial instruments approximates their carrying value on 30 June 2024 and 30 June 2023.

12. Segment revenue

R million	Year ended 30 June	
	2024	2023
Consumer products		
RCL Foods ⁽¹⁾	40 322	37 616
Capevin ⁽¹⁾	2 659	2 897
Siqalo Foods	3 594	3 748
Industrial		
Wispeco	3 759	3 813
Other	90	77
Total revenue from continuing operations	50 424	48 151

Disaggregated revenue information

RCL Foods⁽¹⁾		
RCL Foods Value-Added Business	24 844	23 424
Groceries	5 313	5 034
Baking	9 137	8 625
Sugar	10 394	9 765
Rainbow	14 527	13 464
Receipt from SASA	1 417	1 336
Sales between RCL Foods' business units	(558)	(639)
Group	281	198
	40 511	37 783
Capevin⁽¹⁾		
Spirits	2 360	2 632
Other	299	265
	2 659	2 897
Siqalo Foods		
Spreads	3 594	3 748
Wispeco		
Extrusions and related products	3 238	3 208
Other	521	605
	3 759	3 813
Other	90	77
Elimination of intersegment revenue ⁽²⁾	(189)	(167)
Total revenue from continuing operations	50 424	48 151

⁽¹⁾ During the year ended 30 June 2023, RCL Foods classified Vector Logistics business as a discontinued operation and Distell sold the bulk of its business to Heineken Beverages with its continuing operations consisting of Capevin. Refer to "Discontinued operations" for further details.

⁽²⁾ RCL Foods accounts for administration fee received from Siqalo Foods as revenue. This revenue is transferred to intergroup administration fee received.

Geographical segmental information: Revenue from continuing operations relating to Capevin and Wispeco amounting to R2 435 million (2023: R2 969 million), is derived from outside of South Africa.

The segmental net profit for the year of R2 376 million (2023: R10 820 million) consists of the profit of RCL Foods (being R1 630 million (2023: R513 million)), Distell (being Rnil (2023: R2 118 million)), Capevin (being R1 087 million (2023: a loss of R418 million)), Siqalo Foods (being R292 million (2023: R182 million)), Wispeco (being R291 million (2023: R317 million)) and other segments (being a loss of R924 million (2023: a profit of R8 108 million)).

13. Related party transactions

No significant related party transactions arose during the year under review. Refer to the audited Annual Financial Statements that is published on the Company's website at www.remgro.com for full disclosure of related party transactions.



14. Events after year-end

RCL Foods: Separation of Rainbow Chicken Limited (Rainbow)

On 3 June 2024, the RCL Foods board approved the formal separation of its poultry operation via a listing of the ordinary shares of Rainbow on the Main Board of the JSE and a *pro rata* distribution *in specie* of the Rainbow shares to shareholders. The effective date of the unbundling was 1 July 2024 and Remgro received 714 057 943 Rainbow shares (80.2% interest), in the ratio of one Rainbow share for every one RCL Foods share held. Similar to Remgro's investment in RCL Foods, the investment in Rainbow is classified as a subsidiary.

Other than the above-mentioned event, there were no other significant events subsequent to 30 June 2024.

15. Discontinued operations

15.1 Disposal of certain assets and liabilities of Distell

On 26 April 2023 Heineken International B.V. (Heineken) acquired the bulk of Distell's business (consisting of its cider, other RTDs and spirits and wine business). The transaction entailed the following:

- Distell sold its equity interests in Distell Namibia Limited, Distillers Corporation (Namibia) Limited and Namibia Wines and Spirits Limited to Namibia Breweries.
- Heineken's Southern African business, including an interest in Namibia Breweries, was combined with the bulk of the Distell business (consisting of its cider, other RTDs and spirits and wine business) in Heineken Beverages. Remgro exchanged 62 242 453 Distell shares for 62 242 453 Heineken Beverages shares (being a 15.5% stake in Heineken Beverages) and sold 7 607 803 of its Distell shares to Heineken Beverages in terms of a scale back of the issue of Heineken Beverages shares to Distell shareholders, electing to receive Heineken Beverages shares, to ensure a 65% shareholding by Heineken in Heineken Beverages. Remgro's investment in Heineken Beverages was classified as an associate since Remgro has board representation.
- Distell unbundled the unlisted shares in its subsidiary, Capevin, which holds Distell's remaining assets, mainly its Scotch whisky business. Remgro is the controlling shareholder in Capevin, which shareholding mirrors the shareholding that was previously held in Distell (being an economic interest of 31.4% and a voting interest of 55.9%). Therefore, the Capevin investment continued to be classified as a subsidiary. It was previously held indirectly through Distell.

The investment in Distell was derecognised on 26 April 2023, while Remgro continued to consolidate the investment in Capevin at its underlying carrying values as previously accounted for. The business activities relating to the assets and liabilities transferred to Heineken Beverages was presented as a discontinued operation for the year ended 30 June 2023. A profit of R4 374 million was recognised in the 2023 financial year for the assets and liabilities transferred to Heineken Beverages.

15.2 RCL Foods: Sale of Vector Logistics

The disposal of RCL Foods' Vector Logistics segment, which was presented as held for sale and disclosed as a discontinued operation at 30 June 2023, was finalised on 28 August 2023. RCL Foods provided transitional services to Vector Logistics for a 12-month period, which came to an end on 28 August 2024. The purchase price amounted to R1 250 million and the disposal agreement includes a contractual price adjustment relating to the achievement by Vector Logistics of certain EBITDA targets in their 2023 and 2024 financial years (maximum adjustment of R100 million) and the settlement of the RCL Foods share option liabilities. This is expected to be finalised during the 2025 financial year. A profit of R244 million was realised on disposal of the Vector Logistics segment. For the year under review, the financial results of the Vector Logistics segment were disclosed as a discontinued operation.

15.3 Capevin: Termination of Gordon's Gin distribution agreement

The Gordon's Gin and Pimm's No1 Cup (Gordon's Gin) distribution agreement, which was presented as held for sale and disclosed as a discontinued operation at 30 June 2023, was included in the remaining assets that were allocated to Capevin as part of the Distell/Heineken transaction. On 19 July 2023 the Competition Commission of South Africa approved the proposed transaction, whereby this distribution agreement was terminated in favour of the brand owner Diageo, without conditions. The termination consideration amounted to R1 billion which was received during the year under review. A profit of R991 million was realised on disposal of the Gordon's Gin distribution agreement. The financial results of the disposed business have been disclosed as part of discontinued operations and the related assets and liabilities were presented as held for sale at 30 June 2023.

15. Discontinued operations (continued)

R million	30 June 2024		Total
	Vector Logistics	Gordon's Gin	
Profit for the year from discontinued operations:			
Revenue	479	242	721
Inventory expenses	(110)	(188)	(298)
Staff costs	(198)	–	(198)
Other net operating expenses	(160)	(30)	(190)
Trading profit	11	24	35
Interest received	3	–	3
Finance costs	(22)	–	(22)
Consolidated profit before tax	(8)	24	16
Taxation	5	(9)	(4)
Consolidated profit after tax	(3)	15	12
Net profit for the year from discontinued operations	(3)	15	12
Profit on sale of intangible assets	–	991	991
Profit on sale of investments	244	–	244
Reserves recycled	15	–	15
Taxation	–	(168)	(168)
Total profit for the year from discontinued operations	256	838	1 094
Attributable to:			
Equity holders	204	223	427
Non-controlling interest	52	615	667
Other comprehensive income for the year from discontinued operations:			
Net profit for the year	256	838	1 094
Exchange rate adjustments	12	–	12
Reclassification of other comprehensive income to the income statement	(15)	–	(15)
Total comprehensive income	253	838	1 091
Attributable to:			
Equity holders	202	223	425
Non-controlling interest	51	615	666
Cash flows for the year from discontinued operations:			
Operating activities	(261)	1 000	739
Investment activities	(10)	–	(10)
Financing activities	(17)	–	(17)
Net increase/(decrease) in cash generated	(288)	1 000	712

15. Discontinued operations (continued)

R million	30 June 2023			Total
	Distell	Vector Logistics	Gordon's Gin	
Profit for the year from discontinued operations:				
Revenue	27 296	3 067	2 329	32 692
Inventory expenses	(17 990)	(597)	(1 864)	(20 451)
Staff costs	(2 892)	(1 124)	(16)	(4 032)
Depreciation	(669)	(150)	–	(819)
Other net operating expenses	(4 181)	(1 041)	(224)	(5 446)
Trading profit	1 564	155	225	1 944
Dividend income	3	6	–	9
Interest received	108	31	–	139
Finance costs	(198)	(111)	–	(309)
Loss allowances on loans	(22)	–	–	(22)
Consolidated profit before tax	1 455	81	225	1 761
Taxation	(478)	(17)	(61)	(556)
Consolidated profit after tax	977	64	164	1 205
Share of after-tax profit of equity accounted investments	164	12	–	176
Net profit for the year from discontinued operations	1 141	76	164	1 381
Profit on sale of investments	4 374	–	–	4 374
Reserves recycled	(23)	–	–	(23)
Taxation	(615)	–	–	(615)
Total profit for the year from discontinued operations	4 877	76	164	5 117
Attributable to:				
Equity holders	3 677	59	52	3 788
Non-controlling interest	1 200	17	112	1 329
Other comprehensive income for the year from discontinued operations:				
Net profit for the year	4 877	76	164	5 117
Exchange rate adjustments	(174)	3	–	(171)
Fair value adjustments	4	–	–	4
Reclassification of other comprehensive income to the income statement	22	–	–	22
Remeasurement of post-employment benefit obligations	(24)	2	–	(22)
Deferred taxation on remeasurement of post-employment benefit obligations	6	–	–	6
Total comprehensive income	4 711	81	164	4 956
Attributable to:				
Equity holders	3 623	63	52	3 738
Non-controlling interest	1 088	18	112	1 218
Cash flows for the year from discontinued operations:				
Operating activities	(457)	(197)	15	(639)
Investment activities	184	(179)	–	5
Financing activities	(1 044)	(126)	–	(1 170)
Net increase/(decrease) in cash generated	(1 317)	(502)	15	(1 804)