

# Remgro Limited

Registration number 1968/006415/06  
ISIN ZAE000026480 Share Code REM

## AUDITED CONSOLIDATED RESULTS FOR THE YEAR ENDED 31 MARCH 2004

Decrease in headline earnings per share: – 0.3%

Increase in ordinary dividend per share: + 14.9%

Special dividend per share: 200 cents

Intrinsic value per share: R101.23

Five year compound growth rates:

- Headline earnings per share 15.9% p.a.
- Ordinary dividend per share 22.3% p.a.

Negative currency impact of R520 million compared to R243 million gain the previous year



### ABRIDGED CONSOLIDATED BALANCE SHEET

	2004 R'm	2003 R'm
<b>ASSETS</b>		
Property, plant and equipment	3 408	3 149
Biological agricultural assets	85	82
Investment properties	22	22
Goodwill and trade marks	3 246	3 361
Investments – Associated companies	19 545	19 844
– Other	1 861	109
Loans	49	49
Deferred taxation	105	88
Cash and cash equivalents	3 446	2 299
Other current assets	1 762	1 780
<b>Total assets</b>	<b>33 529</b>	<b>30 783</b>
<b>EQUITY AND LIABILITIES</b>		
Interest of own members	29 766	27 443
Minority interest	1 700	1 538
Total shareholders' equity	31 466	28 981
Interest-bearing loans	277	213
Other non-current liabilities	541	332
Other current liabilities	1 245	1 257
<b>Total equity and liabilities</b>	<b>33 529</b>	<b>30 783</b>
<b>Net asset value per share (Rand)</b>		
– At book value	R59.38	R54.19
– At intrinsic value	R101.23	R77.23
– at year-end	R101.57	R87.42

\* These figures were not subject to audit

### ABRIDGED CONSOLIDATED INCOME STATEMENT

	2004 R'm	2003 R'm
<b>Revenue of the Company and its subsidiaries</b>	<b>11 902</b>	<b>11 212</b>
Operating profit before depreciation	1 621	1 455
Depreciation	(240)	(201)
Finance costs	(39)	(45)
Profit from normal operations	1 342	1 209
Amortisation of goodwill	(186)	(166)
Net impairment of assets	4	(24)
Exceptional items	50	1 245
Profit before tax	1 210	2 264
Taxation	(415)	(394)
Profit after tax of the Company and its subsidiaries	795	1 870
Share of after-tax profit of associated companies	3 177	7 262
– Profit from normal operations	4 164	4 421
– Amortisation of goodwill	(357)	(308)
– Impairment of goodwill and assets	(26)	(63)
– Exceptional items	(604)	3 212
Group profit after tax	3 972	9 132
Minority interest	(335)	(446)
<b>Net profit for the year</b>	<b>3 637</b>	<b>8 686</b>
<b>Reconciliation of headline earnings:</b>		
<b>Basic earnings – Net profit for the year</b>	<b>3 637</b>	<b>8 686</b>
Plus/(minus) – portion attributable to own members:		
– Amortisation of goodwill	542	473
– Impairment of goodwill and assets	25	72
– Exceptional items	523	(4 354)
– Net surplus, after taxation, on disposal of property, plant and equipment	(8)	(21)
<b>Headline earnings</b>	<b>4 719</b>	<b>4 856</b>

### EARNINGS AND DIVIDENDS PER SHARE

	2004 Cents	2003 Cents
<b>Headline earnings</b>	<b>937.6</b>	<b>940.1</b>
– Diluted	935.6	937.8
<b>Basic earnings</b>	<b>722.7</b>	<b>1 681.6</b>
– Diluted	721.1	1 677.5
<b>Dividends</b>		
Ordinary	285.00	248.00
– Interim	101.00	88.00
– Final	184.00	160.00
Special	200.00	

### ADDITIONAL INFORMATION (CONTINUED)

	2004 R'm	2003 R'm
<b>Listed investments</b>		
<i>Associated</i>		
– Book value	8 104	7 693
– Market value	14 413	10 911
<i>Other</i>		
– Book value	1 795	44
– Market value	1 795	47
<b>Unlisted investments</b>		
<i>Associated</i>		
– Book value	11 441	12 151
– Directors' valuation	27 903	23 369
<i>Other</i>		
– Book value	66	65
– Directors' valuation	66	74
<b>Additions to and replacement of property, plant and equipment</b>	<b>470</b>	<b>388</b>
<b>Capital commitments</b> (Including amounts authorised, but not yet contracted for)	<b>490</b>	<b>579</b>
<b>Dividends received</b>		
Dividends included in operating profit	28	10
Dividends from associated companies set off against investments	2 156	2 095
<b>Interest received</b>		
From unlisted investments and deposits (Included in operating profit)	334	372
<b>Exceptional items</b>		
<i>Exceptional items of subsidiary companies:</i>		
Net capital surplus on the sale of investments and businesses	50	1 244
Other	–	1
Total before taxation	50	1 245
Taxation	(3)	(22)
Total after taxation	47	1 223
<i>Share of exceptional items of associated companies</i>	<i>(604)</i>	<i>3 212</i>
<b>Grand total</b>	<b>(557)</b>	<b>4 435</b>
Attributable to minorities	–	(142)
Attributable to own members	(557)	4 293

### ABRIDGED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	2004 R'm	2003 R'm
Balance at 1 April – as previously reported	27 809	24 062
Prior year adjustments	(366)	(39)
Adjusted balance at 1 April	27 443	24 023
Net fair value adjustment (AC 133)	1 240	–
Net profit for the year	3 637	8 686
Dividends paid	(1 316)	(1 666)
Exchange rate adjustments	(694)	(2 185)
Purchase of shares by wholly-owned subsidiary (treasury shares)	(295)	(704)
Net shares purchased by The Remgro Share Trust *	(17)	(277)
Other	(232)	(434)
Balance at 31 March	29 766	27 443

\* Also accounted for as treasury shares

### ADDITIONAL INFORMATION

	2004	2003
<b>Number of shares in issue</b>		
– Ordinary shares of 1 cent each	486 493 650	486 493 650
– Unlisted B ordinary shares of 10 cents each	35 506 352	35 506 352
Total number of shares in issue	522 000 002	522 000 002
<b>Ordinary shares repurchased and held in treasury</b>	<b>(16 442 602)</b>	<b>(11 616 128)</b>
<b>Ordinary shares held by The Remgro Share Trust and accounted for as treasury shares</b>	<b>(4 236 087)</b>	<b>(3 950 000)</b>
	501 321 313	506 433 874
<b>Weighted number of shares</b>	<b>503 280 054</b>	<b>516 517 429</b>
In determining the headline and basic earnings per share the weighted number of shares was taken into account.		

### COMMENTS

#### 1. ACCOUNTING POLICIES

The annual financial statements are prepared on the historical cost basis, in accordance with South African Statements of Generally Accepted Accounting Practice, the requirements of the South African Companies Act and the Listing Requirements of the JSE Securities Exchange South Africa and incorporate accounting policies which are consistent with those of the previous financial year, with the exception of the consolidation of The Remgro Share Trust and the implementation of the South African Statements of Generally Accepted Accounting Practice, AC 133: Financial Instruments – Recognition and Measurement and AC 137: Agriculture.

#### 2. PRIOR YEAR ADJUSTMENTS

**Change in accounting policy**  
With effect from 1 April 2003 Remgro adopted AC 133: Financial Instruments – Recognition and Measurement and AC 137: Agriculture.

#### AC 133

In accordance with the transitional provisions of AC 133, Remgro and its subsidiaries recorded an after-tax cumulative adjustment surplus of R36 million as an opening balance adjustment to reserves to recognise the difference between the carrying values and fair values of financial instruments at 1 April 2003.

