

**PETZETAKIS AFRICA (PROPRIETARY) LIMITED AND ITS  
SUBSIDIARIES - 31 DECEMBER 2005**

**CONSOLIDATED BALANCE SHEET**

	31 Dec 2005 ZAR'000	31 Dec 2004 ZAR'000
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	218,805	199,218
Intangible assets	4,528	5,218
Available-for-sale financial asset	64	92
Deferred income tax assets	-	3,747
	<u>223,397</u>	<u>208,275</u>
<b>Current assets</b>		
Inventories	110,133	111,361
Trade and other receivables	137,798	94,919
Cash and cash equivalents	-	956
	<u>247,931</u>	<u>207,236</u>
<b>TOTAL ASSETS</b>	<u>471,328</u>	<u>415,511</u>
<b>EQUITY</b>		
Capital and reserves attributable to equity holders of the Company		
Issued capital	*	*
Share premium	52,600	52,600
Other reserves	9,003	-
Retained earnings	141,787	132,992
	<u>203,390</u>	<u>185,592</u>
Minority interest	8,615	6,169
<b>Total equity</b>	<u>212,005</u>	<u>191,761</u>
<b>LIABILITIES</b>		
<b>Non-current liabilities</b>		
Borrowings	30,620	39,429
Deferred income tax liabilities	47,014	45,447
	<u>77,634</u>	<u>84,876</u>
<b>Current liabilities</b>		
Trade and other payables	125,377	121,518
Current income tax liabilities	3,841	10,452
Borrowings	49,393	2,722
Derivative financial instruments	1,035	2,744
Provisions for other liabilities and charges	2,043	1,438
	<u>181,690</u>	<u>138,874</u>
<b>TOTAL LIABILITIES</b>	<u>259,323</u>	<u>223,750</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>471,328</u>	<u>415,511</u>

\* : Less than ZAR1 000

The notes on pages 6 to 42 are an integral part of these consolidated financial statements



PETZETAKIS AFRICA (PROPRIETARY) LIMITED AND ITS SUBSIDIARIES - 31 DECEMBER 2005  
 CONSOLIDATED INCOME STATEMENT

	Year ended 31 December	
	31 Dec 2005	31 Dec 2004
	ZAR'000	ZAR'000
Sales	721,364	716,696
Cost of goods sold	(547,226)	(516,163)
<b>Gross profit</b>	<b>174,138</b>	<b>200,533</b>
Selling and marketing costs	(136,334)	(124,191)
Administrative expenses	(22,440)	(29,864)
Other income	11,930	6,866
<b>Operating profit</b>	<b>27,314</b>	<b>53,344</b>
Finance costs	(10,198)	(9,678)
<b>Profit before income tax</b>	<b>17,116</b>	<b>43,666</b>
Income tax expense	(8,495)	(14,918)
<b>Profit for the year</b>	<b>8,621</b>	<b>28,748</b>
<b>Attributable to:</b>		
Equity holders of the Company	6,176	25,560
Minority interest	2,446	3,188
	<b>8,621</b>	<b>28,748</b>

Earnings per share for profit attributable to the equity holders of the Company during the year (expressed in cents per share)

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PETZETAKIS AFRICA (PROPRIETARY) LIMITED AND ITS SUBSIDIARIES - 31 DECEMBER 2005

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Share capital R'000	Other reserves	earnings R'000	Minority interest R'000	Total equity R'000
Balance at 1 January 2004	*	-	115,982	6,002	189,584
Fair value loss, net of tax:					
- Revaluation of Fixed Assets	-	-	(50)	-	(50)
Net income/(expense) recognised directly in equity	-	-	(50)	-	(50)
Profit for the year	-	-	25,560	3,188	28,748
Total recognised income for 2004	-	-	25,510	3,188	28,698
Dividends relating to 2003	-	-	(8,500)	(3,021)	(26,521)
Balance at 31 December 2004	*	-	132,992	6,169	191,761
Balance at 1 January 2005	*	-	132,992	6,169	191,761
Fair value gains and (losses), net of tax:					
- land and buildings	-	9,003	-	-	9,003
- office and computer equipment	-	-	364	-	364
- plant & machinery	-	-	836	-	836
- adjustment in tax rate from 30% to 29%	-	-	1,419	-	1,419
Net income/(expense) recognised directly in equity	-	9,003	2,620	-	11,623
Profit for the year	-	-	6,176	2,446	8,621
Total recognised income for 2005	-	9,003	8,795	2,446	20,244
Balance at 31 December 2005	*	9,003	141,787	8,615	212,903



PETZETAKIS AFRICA (PROPRIETARY) LIMITED AND ITS SUBSIDIARIES - 31 DECEMBER 2005

CONSOLIDATED CASH FLOW STATEMENT

	Year ended 31 December	
	2005	2004
<b>Cash flows from operating activities</b>		
Cash generated from operations	11,641	95,047
Interest paid	(10,797)	(10,154)
Dividends paid		(8,500) *
Income tax paid	(9,792)	(4,677)
<b>Net cash generated from operating activities</b>	<b>(8,948)</b>	<b>71,716</b>
<b>Cash flows from investing activities</b>		
Purchases of property, plant and equipment (PPE)	(33,168)	(9,441)
Proceeds from the sale of PPE	2,670	2,578
Loans granted to related parties		
Loans repayments received from related parties	28	320
Interest received	600	476
<b>Net cash used in investing activities</b>	<b>(29,870)</b>	<b>(6,067)</b>
<b>Cash flows from financing activities</b>		
Repayment of share premium		(15,000) *
Repayment of borrowings	(5,527)	(36,938)
<b>Net cash used in financing activities</b>	<b>(5,527)</b>	<b>(51,938)</b>
Net (decrease)/increase in cash, cash equivalents and overdrafts	(44,345)	13,711
Cash, cash equivalents and overdrafts at beginning of the year	956	(12,753)
<b>Cash, cash equivalents and overdrafts at end of the year</b>	<b>(43,389)</b>	<b>956</b>

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