



# LA CONCORDE

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Registration number: 2009/012871/06

LA CONCORDE HOLDINGS LIMITED  
PROVISIONAL UNAUDITED GROUP CONDENSED REPORT

for the year ended 31 March 2018

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**PROVISIONAL CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

	<b>Unaudited Year ended 31 March 2018 R'000</b>	Restated Unaudited Year ended 31 March 2017 R'000
<b>ASSETS</b>		
<i>Non-current assets</i>	<b>283 682</b>	<b>524 689</b>
Property, plant and equipment	3 598	21 866
Investment property	262 758	68 358
Intangible assets	195	176
Interest in associates and joint ventures	17 131	13 470
Loans receivable	-	420 819
<i>Current assets</i>	<b>961 068</b>	<b>803 499</b>
Inventory	117	-
Trade and other receivables	6 033	1 443
Loans receivable	-	210 148
Other financial assets	856 065	-
Cash and cash equivalents	98 853	591 908
<b>Total assets</b>	<b>1 244 750</b>	<b>1 328 188</b>
<b>EQUITY AND LIABILITIES</b>		
<i>Equity</i>	<b>1 161 396</b>	<b>1 293 481</b>
Share capital	1	1
Share premium	425 722	425 722
Retained earnings	735 673	867 758
<i>Non-current liabilities</i>	<b>53 451</b>	<b>15 992</b>
Deferred taxation	53 451	15 992
<i>Current liabilities</i>	<b>29 903</b>	<b>18 715</b>
Trade and other payables	16 686	4 287
Taxation	13 217	14 428
<b>Total equity and liabilities</b>	<b>1 244 750</b>	<b>1 328 188</b>

**PROVISIONAL CONDENSED CONSOLIDATED STATEMENT OF  
PROFIT OR LOSS**

	<b>Unaudited Year ended 31 March 2018 R'000</b>	<b>Restated Unaudited Year ended 31 March 2017 R'000</b>
Revenue	16 480	5 345
Other Income	-	2 810
Operating expenses	(22 307)	(15 309)
Depreciation and amortisation	(1 290)	(2 157)
Share of profit of associates	3 925	736
Investment income	79 907	46 818
Impairment of assets	-	(1 775)
Fair value adjustments of investment properties	23 500	67 405
Finance costs	(7)	(5)
<b>Profit/(loss) before taxation</b>	<b>100 208</b>	<b>103 868</b>
Taxation	(26 688)	(26 024)
<b>Profit/(loss) for the year from continuing operations</b>	<b>73 520</b>	<b>77 844</b>
Net result from discontinued operations	-	(79 175)
<b>Total comprehensive (loss)/income for the year</b>	<b>73 520</b>	<b>(1 331)</b>
<b>Earnings per share (cents)</b>	<b>106.58</b>	<b>(1.96)</b>
- Continuing operations	106.58	114.47
- Discontinued operations	-	(116.43)
<b>Headline earnings per share (cents)</b>	<b>81.30</b>	<b>107.5</b>
- Continuing operations	81.30	39.4
- Discontinued operations	-	67.8
Number of shares issued ('000)	68 980	68 980
Treasury shares ('000)	(979)	(979)
<b>Used in the calculation of earnings per share ('000)</b>	<b>68 001</b>	<b>68 001</b>
<b>Reconciliation of headline earnings</b>	<b>R'000</b>	<b>R'000</b>
Total comprehensive (loss)/income for the year	73 520	(1 331)
Foreign currency translation differences	-	1
<b>Attributable (loss)/profit for the year</b>	<b>73 520</b>	<b>(1 330)</b>
Adjusted for:		
Loss on disposal	-	125 347
Impairment of investment in joint venture	-	85
Impairment of assets	-	1 278
Fair value adjustment of investment properties	(18 236)	(52 306)
(Profit)/loss on sale of property plant and equipment	-	(141)
<b>Headline earnings</b>	<b>55 284</b>	<b>72 933</b>
Continued operations	55 284	26 817
Discontinued operations	-	46 116

**PROVISIONAL CONDENSED CONSOLIDATED STATEMENT OF OTHER  
COMPREHENSIVE INCOME**

	<b>Unaudited Year ended 31 March 2018 R'000</b>	<b>Restated Unaudited Year ended 31 March 2017 R'000</b>
Profit for the year	73 520	(1 331)
Other comprehensive income net of tax:		
Foreign currency translation reserve		1
Revaluation of property	109 539	-
<b>Total comprehensive (loss)/income for the year</b>	<b>183 059</b>	<b>(1 330)</b>
<b>Attributable to:</b>		
Equity holders of parent company	183 059	(1 330)
Non-controlling interest	-	-
	<b>183 059</b>	<b>(1 330)</b>

**PROVISIONAL CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN  
EQUITY**

	<b>Unaudited Year ended 31 March 2018 R'000</b>	<b>Restated Unaudited Year ended 31 March 2017 R'000</b>
Balance at beginning of the year	1 293 481	1 294 812
Total comprehensive (loss)/income for the year	183 059	(1 330)
Capital reduction and dividends	(315 144)	-
	<b>1 161 396</b>	<b>1 293 481</b>

**PROVISIONAL CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**

	<b>Unaudited Year ended 31 March 2018 R'000</b>	<b>Restated Unaudited Year ended 31 March 2017 R'000</b>
<b>Cash flows from operating activities</b>	<b>45 289</b>	<b>44 993</b>
Cash generated by operations	(37 445)	11 301
Changes in working capital	204 957	13 692
Cash generated by operating activities	167 512	24 993
Investment income	79 907	20 705
Finance Costs	(7)	-
Dividends paid	(302 261)	-
Taxation paid	9 560	(705)
<b>Cash flows from investing activities</b>	<b>447 766</b>	<b>502 588</b>
Investment in associates and joint ventures	264	26
Additions to property, plant and equipment	(1 436)	(17 972)
Proceeds on disposal of property, plant and equipment	7	115
Additions to investment property	(11 250)	-
Intangible assets acquired	(105)	(64)
Short-term loan advances	(435 246)	-
Disposal of business assets	-	520 483
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>(493 055)</b>	<b>547 581</b>
At beginning of year	591 908	44 327
<b>At end of year</b>	<b>98 853</b>	<b>591 908</b>

## NOTES TO THE PROVISIONAL CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

### 1. Basis of preparation and accounting policies

The results for the year ended 31 March 2018 have been prepared in accordance with International Financial Reporting Standards (“IFRS”), IAS 34 – Interim Financial Reporting, the SAICA Financial Reporting Guides as issued by the Accounting Practices Committee, the Financial Reporting Pronouncements as issued by the Financial Reporting Standards Council and the requirements of the South African Companies Act, No. 71 of 2008 (as amended). The accounting policies of the group are consistent with those applied for the year ended 31 March 2017 except for the policy relating to investment property. During the year, the group changed its accounting policy for investment properties from the cost model to the revaluation model. The comparative results have been restated. The adoption of new standards that are applicable for this financial year had no impact on the figures presented. Details of the standards adopted will be provided in the annual financial statements. These financial statements were prepared under the supervision of the financial director, Ms Carolyn Kristal CA(SA).

### 2. Segments

No additional segments to report on other than the income received from property rental.

### 3. Discontinued operations

During May 2016, it was decided to dispose of the operating assets of KWV to the Vasari group. Revenue and expenses, and gains and losses relating to these assets have been removed from the results of continuing operations and are shown as a single line item on the face of the consolidated statement of profit or loss and other comprehensive income (“Net result from discontinued operations”) of the prior year. In the prior year operating results of the discontinued operations and the loss on sale of assets were as follows:

	<b>Unaudited Year ended 31 March 2018 R'000</b>	<b>Restated Unaudited Year ended 31 March 2017 R'000</b>
Revenue	-	566 898
Other income and operating costs	-	(485 173)
Investment income	-	411
Depreciation and amortisation	-	(16 045)
Impairment of investment in joint venture	-	(85)
Loss on disposal of business	-	(191 222)
Finance costs	-	(688)
<b>(Loss)/profit before taxation</b>	<b>-</b>	<b>(125 904)</b>
Taxation	-	46 730
<b>(Loss)/profit from discontinued operations</b>	<b>-</b>	<b>(79 174)</b>
<b>Other comprehensive income</b>		
<i>Items that may be reclassified subsequently to profit or loss</i>		
Foreign currency translation differences	-	(1)
<b>Net result from discontinued operations</b>	<b>-</b>	<b>(79 175)</b>
<b>Cash flows from discontinued operations</b>		
Cash flows from operating activities	-	34 407
Cash flows from investing activities	-	503 717
Cash flows from financing activities	-	-
	<b>-</b>	<b>538 124</b>

## **COMMENTARY FROM THE CHIEF EXECUTIVE OFFICER**

### **COMMENTARY**

The Niveus Group owns a 58% interest in the La Concorde Group. Prior to 18 February 2018, a wholly owned subsidiary of La Concorde (“NewCo”) was capitalized with R1,1 billion of cash and cash equivalents. In February 2018, NewCo acquired 100% of the issued shares in HPL & R Investments Proprietary Limited, which holds 100% of Golden Arrow Bus Services Proprietary Limited and 76% of ElJoSa Travel & Tours Proprietary Limited, from Hosken Consolidated Investments Limited (“HCI”) for R1,8 billion. Services Group from Hosken Consolidated Investments Limited (“HCI”) for R1,8 billion. The purchase price was settled by the issue of approximately 62% of the issued shares in NewCo to HCI.

In February 2018, NewCo declared a cash dividend of approximately R650 million to its shareholders. La Concorde Group received approximately R247 million of the NewCo cash dividend and declared a dividend of R3,62 per share to its shareholders subsequently, in February 2018.

NewCo’s name was changed to Hosken Passenger Logistics and Rail (HPL&R), and on 13 April 2018 La Concorde unbundled its interest in HPL&R to its shareholders. HPL&R was listed on the Main Board of the JSE on 24 April 2018 and unbundled by Niveus to its shareholders on 30 April 2018.

The remaining assets of La Concorde consist mainly of investment property, art and cash. Additions to the La Concorde head offices were made during the year with development plans for vacant land being considered.

**Muriel Loftie-Eaton**  
*Chief executive officer*

25 June 2018  
Paarl





**LA CONCORDE**

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