

ABBREVIATED FINANCIAL STATEMENTS

2017

The fingerprint of the
farmer is engraved in
the DNA of TWK.



TWK Agriculture Holdings

Statement of Financial Position

as at 31 August 2017

Figures in Rand	2017	2016 Restated
Assets		
Non-Current Assets		
Property, plant and equipment	777 813 972	732 709 564
Investment property	-	4 855 000
Biological assets	307 247 522	270 934 599
Goodwill and intangible assets	120 711 442	21 925 708
Investments in associates	12 517 096	36
Loans to associates	15 053 325	11 527 743
Other financial assets	171 774 593	173 687 753
Finance lease receivables	14 122 989	19 186 204
	1 419 240 939	1 234 826 607
Current Assets		
Inventories	1 056 330 694	994 364 428
Other loans receivable	333	1 118 185
Trade and other receivables	858 767 107	713 897 444
Other financial assets	9 498 376	-
Finance lease receivables	15 327 742	16 383 806
Current tax receivable	12 249 844	6 847 271
Cash and cash equivalents	114 549 714	133 251 148
	2 066 723 810	1 865 862 282
Non-current assets held for sale	10 085 332	-
Total Assets	3 496 050 081	3 100 688 889
Equity and Liabilities		
Equity		
Equity Attributable to Equity Holders of Parent		
Share capital	10 001 817	9 518 817
Reserves	449 408 104	427 840 569
Retained income	357 771 541	312 786 991
	817 181 462	750 146 377
Non-controlling interest	305 209 277	196 182 674
	1 122 390 739	946 329 051
Liabilities		
Non-Current Liabilities		
Other loans payable	9 743 584	16 256 102
Other financial liabilities	628 015 248	224 484 257
Finance lease liabilities	1 466 911	-
Retirement benefit obligation	9 564 000	6 089 009
Deferred tax	146 970 288	112 246 134
	795 760 031	359 075 502
Current Liabilities		
Trade and other payables	627 987 400	557 633 188
Other loans payable	10 714 096	4 230 487
Other financial liabilities	929 029 169	1 225 724 735
Finance lease liabilities	736 405	128 178
Current tax payable	1 631 312	4 849 266
Provisions	880 311	528 885
Dividend payable	6 526 073	1 939 326
Bank overdraft	394 545	250 271
	1 577 899 311	1 795 284 336
Total Liabilities	2 373 659 342	2 154 359 838
Total Equity and Liabilities	3 496 050 081	3 100 688 889

Statement of Profit or Loss and Other Comprehensive Income

as at 31 August 2017

Figures in Rand	2017	2016 Restated
Continuing operations		
Revenue	7 009 062 576	6 548 276 131
Cost of sales	(5 959 328 543)	(5 656 824 349)
Gross profit	1 049 734 033	891 451 782
Other operating income	65 389 756	70 833 502
Other operating gains	33 725 757	24 114 149
Other operating expenses	(809 747 536)	(681 698 298)
Operating profit	339 102 010	304 701 135
Investment income	2 459 721	807 763
Finance costs	(128 677 020)	(110 185 294)
Share of profit from associates	1 917 051	-
Other non-operating gains	12 849 778	-
Profit before loyalty scheme payments	227 651 540	195 323 604
Loyalty scheme payments	(11 945 443)	(25 545 818)
Profit before taxation	215 706 097	169 777 786
Taxation	(62 256 678)	(49 595 800)
Profit from continuing operations	153 449 419	120 181 986
Discontinued operations		
(Loss) profit from discontinued operations	(9 444 765)	1 338 843
Profit for the year	144 004 654	121 520 829
Other comprehensive income:		
Items that will not be reclassified to profit or loss:		
Remeasurements on defined benefit liability	(4 206 991)	-
Gains on property revaluation	16 095 838	8 010 525
Income tax relating to items that will not be reclassified	(4 280 762)	(5 878 450)
Total items that will not be reclassified to profit or loss	7 608 085	2 132 075
Items that may be reclassified to profit or loss:		
Available-for-sale financial assets adjustments	8 347 935	11 393 510
Income tax relating to items that may be reclassified	(1 831 969)	(3 750 052)
Total items that may be reclassified to profit or loss	6 515 966	7 643 458
Other comprehensive income for the year net of taxation	14 124 051	9 775 533
Total comprehensive income for the year	158 128 705	131 296 362
Profit attributable to:		
Owners of the parent:		
From continuing operations	96 483 389	88 956 384
From discontinued operations	(9 444 765)	1 338 843
	87 038 624	90 295 227
Non-controlling interest:		
From continuing operations	56 966 030	31 225 601
Total comprehensive income attributable to:		
Owners of the parent	101 162 675	99 684 830
Non-controlling interest	56 966 030	31 611 532
	158 128 705	131 296 362
Earnings per share:		
From continuing and discontinued operations		
Basic earnings per share (c)	700,51	727,66

Statement of Changes in Equity

Figures in Rand	Share capital	Revaluation reserve	Fair value adjustment assets-available-for-sale reserve	Restructuring Reserve	Share based payments reserve	Total reserves	Retained income	Total attributable to equity holders of the group	Non-controlling interest	Attributable to non-controlling holders of TWK Investments	Total equity
Balance at 01 September 2015	9 518 816	327 690 939	24 932 269	75 137 000	-	427 760 208	240 258 584	677 537 608	-52 005 393	202 849 849	828 382 064
Profit for the year	-	-	-	-	-	-	90 295 227	90 295 227	(7 712)	31 233 313	121 520 828
Other comprehensive income	-	2 955 769	6 433 836	-	-	9 389 605	-	9 389 605	-	385 931	9 775 536
Total comprehensive income for the year	-	2 955 769	6 433 836	-	-	9 389 605	90 295 227	99 684 832	-7 712	31 619 244	131 296 364
Transfer between reserves	-	(3 653 880)	-	-	-	(3 653 880)	3 653 880	-	-	-	-
Dividends	-	-	-	-	-	-	(7 822 419)	(7 822 419)	-2 435 345	-3 091 613	(13 349 377)
Changes in ownership interest	-	(1 749 054)	(3 906 309)	-	-	(5 655 363)	(13 598 281)	(19 253 644)	-	19 253 644	-
Total contributions by and distributions to owners of group recognised directly in equity	-	(5 402 935)	(3 906 309)	-	-	(9 309 243)	(17 766 820)	(27 076 063)	-2 435 345	16 162 031	(13 349 377)
Balance at 01 September 2016	9 518 816	325 243 773	27 459 797	75 137 000	-	427 840 569	312 786 991	750 146 376	-54 448 450	250 631 124	946 329 050
Profit for the year	-	-	-	-	-	-	87 038 624	87 038 624	22 719 092	34 246 938	144 004 654
Other comprehensive income	-	11 815 076	6 515 966	-	-	18 331 042	(4 206 991)	14 124 051	-1 912 307	4 673 840	16 885 584
Total comprehensive income for the year	-	11 815 076	6 515 966	-	-	18 331 042	82 831 633	101 162 675	20 806 785	38 920 778	160 890 238
Issue of shares	483 000	-	-	-	-	-	-	483 000	-	-	483 000
Employees share option scheme	-	-	-	-	3 871 703	3 871 703	2 172 656	6 044 359	-	-	6 044 359
Transfer between reserves	-	(635 211)	-	-	-	(635 211)	635 211	-	-	-	-
Dividends	-	-	-	-	-	-	(7 941 770)	(7 941 770)	-9 293 411	-4 172 884	(21 408 065)
Changes in ownership interest	-	-	-	-	-	-	(32 713 180)	(32 713 180)	12 057 434	29 747 819	9 092 073
Business combinations	-	-	-	-	-	-	-	-	20 960 082	-	20 960 082
Total contributions by and distributions to owners of group recognised directly in equity	483 000	(635 211)	-	-	3 871 703	3 236 492	(37 847 083)	(34 127 591)	23 724 105	25 574 935	15 171 449
Balance at 31 August 2017	10 001 817	336 423 638	33 975 763	75 137 000	3 871 703	449 408 104	357 771 541	817 181 462	-9 917 560	315 126 837	1 122 390 739

Statement of Cash Flows

Figures in Rand	2017	2016
Cash flows from operating activities		
Cash generated from operations	287 206 402	452 407 745
Interest income	1 544 157	4 318 467
Dividend income	915 564	1 035 636
Finance costs	(128 677 020)	(112 375 261)
Tax paid	(46 936 357)	(26 171 734)
Dividends paid	(16 821 318)	(13 595 434)
Net cash from operating activities	97 231 428	305 619 419
Cash flows from investing activities		
Purchase of property, plant and equipment	(68 451 763)	(77 829 991)
Sale of property, plant and equipment	23 262 405	23 289 672
Sale of investment property	-	18 000 000
Purchase of other intangible assets	(3 615 519)	(513 542)
Sale of other intangible assets	481 720	33 625
Goodwill payments	(52 356 832)	(3 122 807)
Net cash outflow on acquisition / sale of subsidiaries	(1 320 057)	-
Loans to group companies repaid	(15 680 058)	-
Net cash outflow on acquisition of associate	(10 600 009)	-
Purchase of biological assets	(336 821 727)	(303 008 356)
Sale of biological assets	284 629 656	264 915 416
Forward contracts	(4 998 376)	5 894 461
Net cash flows from discontinued operations	(9 444 765)	1 338 843
Net cash from investing activities	(194 915 325)	(71 002 679)
Cash flows from financing activities		
Advances from other financial liabilities	1 080 103 821	13 241 975
Repayment of other financial liabilities	(1 012 268 398)	(89 142 056)
Loan advanced to associate	-	(3 994 529)
Proceeds from other loans	9 105 224	17 798 730
Decrease of other loans	(9 134 133)	(840 619)
Finance lease payments	(1 063 199)	(588 641)
Finance lease receipts	6 119 279	2 903 636
Repayments from customers of forestry and term loans	48 625 205	44 866 210
Advance made on forestry and term loans to customers	(42 649 610)	(26 489 545)
Net cash from financing activities	78 838 191	(42 244 839)
Total cash movement for the year	(18 845 708)	192 371 901
Cash at the beginning of the year	133 000 877	(59 371 024)
Total cash at end of the year	114 155 169	133 000 877