



GRAND PARADE

INVESTMENTS LIMITED

SUMMARISED
AUDITED ANNUAL
FINANCIAL STATEMENTS
AT 30 JUNE 2024



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LEVEL OF ASSURANCE

These Audited Annual Financial Statements have been audited in compliance with the applicable requirements of the Companies Act (No. 71 of 2008) of South Africa.

COMMENTARY

FOR THE YEAR ENDED 30 JUNE 2024

The Directors present their report on the activities of the Group and Company for the year ended 30 June 2024.

NATURE OF THE BUSINESS

The Company is an investment holding company and derives income mainly from dividends and interest.

The consolidated annual financial statements of the Company and its subsidiaries also incorporate the equity accounted profit or loss of associated companies and joint ventures.

Group earnings	Notes	30 June 2024	30 June 2023
Headline profit/(loss)	(R'000) 3	82 483	11 034
– Continuing	(R'000)	87 013	20 200
– Discontinued	(R'000)	(4 530)	(9 166)
Headline and diluted headline earnings/(loss) per share	(cents) 3	19.20	2.56
– Continuing	(cents)	20.25	4.69
– Discontinued	(cents)	(1.05)	(2.13)
Basic earnings/(loss) – net profit/(loss) for the year	(R'000) 3	73 647	(15 211)
– Continuing	(R'000)	78 702	20 200
– Discontinued	(R'000)	(5 055)	(35 411)
Basic and diluted earnings/(loss) per share	(cents) 3	17.14	(3.54)
– Continuing	(cents)	18.32	4.69
– Discontinued	(cents)	(1.18)	(8.23)
Dividends net of treasury shares	(R'000)	43 369	51 991
Ordinary dividend per share	(cents)	10	12

Grand Parade Investments (GPI) performed well over the financial year with headline profit for the year improving by R71.4 million (649%) from earnings of R11.0 million to earnings of R82.4 million.

Earnings from the Group's gaming investments were 6% down on prior year, largely as a result of the performance of Sun Slots. The challenging macro-economic environment and business interruptions arising from load-shedding has negatively affected Sun Slots.

The strategy of Group, which is now focused exclusively on the Gaming sector, has yielded positive results, with the Group delivering solid results for the year ended 30 June 2024.

GROUP FINANCIAL REVIEW

The Group uses headline earnings to assess the underlying investment contributions to the Group's earnings. The reason for using headline earnings is that it eliminates the once-off effects of the Group's investment activities and therefore provides a comparable view of the Group's continuing earnings.

GPI reported a significant improvement in its headline earnings from earnings of R11.0 million to earnings of R82.4 million. The major contributing factors are outlined below:

- The gaming assets' headline earnings contribution decreased by R7.0 million from R120.9 million in the prior period to R113.9 million in the current period. The decrease in earnings is largely due to Sun Slots being negatively affected by load-shedding.
- Overall central costs decreased by R73.8 million compared to the prior year. This is largely due to the significant decrease in transaction costs, which was R70.3 million less than prior year.
- The write-back of prescribed dividends account for an increase of R10.9 million to the headline earnings.

The table below reflects the contribution of each investment to Group headline earnings:

	30 June 2024 R'000	30 June 2023 R'000	Movement	
			R'000	%
Gaming	113 985	120 987	(7 002)	(6%)
SunWest	64 962	61 988	2 974	5%
Sun Slots	48 120	53 905	(5 785)	(11%)
Worcester Casino	(1 034)	(173)	(861)	498%
Infinity Gaming Africa	1 937	5 267	(3 330)	(63%)
Central costs	(26 972)	(100 787)	73 815	73%
Corporate costs	(35 353)	(32 052)	(3 301)	(10%)
(excluding transaction costs, legal fees, tax and finance costs)	1 475	(68 792)	70 267	102%
Transaction costs, legal fees and taxation	6 906	57	6 849	12 016%
Net corporate finance costs				
Headline earnings – Continuing operations	87 013	20 200	66 813	331%
Discontinued operations	(4 530)	(9 166)	4 636	51%
GPI Properties	(4 530)	(9 166)	4 636	51%
Headline earnings	82 483	11 034	71 449	648%

Dividends

An ordinary dividend of 10 cents per share was paid on 12 December 2023 relating to the 2023 financial year.

An ordinary dividend of 11.5 cents per share has been declared relating to the 2024 financial year and will be payable during December 2024.

Capital structure

The preference shares were redeemed in full during the financial year. The Group does not have any long or short term debt.

Description	30 June 2024 R'000	30 June 2023 R'000	Movement	
			R'000	%
Holding company facilities	–	50 000	(50 000)	100%
SunWest and Sun Slots	–	50 000	(50 000)	100%
Total debt ⁽¹⁾	–	50 000	(50 000)	100%

⁽¹⁾ Total debt refers to the non-current and current portions of the preference shares and interest-bearing borrowings.

REVIEW OF INVESTMENT OPERATIONS

GAMING

SunWest

SunWest's revenue for the year increased by R300.0 million from R2.2 billion in the prior year to R2.5 billion in the current year.

EBITDA for the year increased by 4.5% from R729.6 million in the prior year to R762.2 million in the current year.

Net Profit after tax increased by 4.8% to R430.2 million for the year (2023: R410.5 million).

Total dividends of R285.0 million were paid for the year of which the Group's portion amounted to R43.04 million.

Sun Slots

The Sun Slots business has been affected by the increased load-shedding experienced in the current year, which reduces the footfall of patrons at sites.

EBITDA for the year decreased by 3.0% from R361.7 million in the prior year to R350.7 million in the current year.

Net profit after Tax decreased by R19.3 million from R179.7 million in the prior year to R160.4 million in the current year.

The effect of this led to a decrease in revenue from R1.5 billion in the prior year to R1.4 billion in the current year.

Dividends of R220 million were paid for the year of which the Group's portion amounted to R66 million.

Worcester

Worcester revenue for the year decreased by R11.5 million from R131.1 million in the prior year to R119.6 million in the current year.

EBITDA for the current year decreased from R10.9 million to R3.2 million.

There were no dividends paid in the current year.

OTHER

Central costs

The Group's corporate costs for the year amounted to R35.4 million, which is 10% higher than prior year costs of R32.0 million. The corporate costs for the current year includes the positive impact of the write-back of prescribed dividends, amounting to R10.9 million.

Overall central costs have decreased by R73.8 million compared to prior year, this is largely due to the transaction costs that were incurred in the prior year relating to the exit of the non-core businesses.

Share capital

No new shares were issued during the period. During the year 3.2 million shares were repurchased and cancelled. The shares were repurchased at an average price of R3.30 per share.

Treasury shares

At 30 June 2024 a total of 39.5 million GPI shares were held as treasury shares by the Grand Parade Share Incentive Trust, GPI Management Services and the GPI Women's BBBEE Empowerment Trust. These entities are controlled by the Group, with the Grand Parade Share Incentive Trust holding 0.49 million treasury shares, GPI Management Services holding 24 million shares and the GPI Women's BBBEE Empowerment Trust holding 15.0 million treasury shares.

Preference shares

During the current year, the Group redeemed 5 000 redeemable preference shares (SunWest) to RMB at an issue price of R10 000 per share, totaling R50.0 million. The are no further preference shares outstanding.

Borrowings

The terms of Group's borrowings are fully disclosed in Note 16 of the Consolidated Annual Financial Statements. In terms of the Memorandum of Incorporation of the Company and its subsidiaries, the borrowing powers of the Directors of these companies are unlimited.

Capital commitments

There are no capital commitments.

Directors and Company Secretary

There were no changes to the Directorate or Company Secretary during the year.

Going concern

These AFS have been prepared on the going concern basis.

Management performed various scenario analyses considering the likelihood of a further impact on the underlying businesses of potential macro-economic shocks and the continued negative effects of load shedding. Based on this assessment and the available financial resources of the Group together with anticipated cash flows from continuing operations, management is satisfied and comfortable to confirm the going concern status of the Group. The Board has performed a review of the Group's ability to continue trading as a going concern in the foreseeable future and based on this review, consider the presentation of the financial statements on a going concern basis to be appropriate. There are no pending or threatened legal or arbitration proceedings that have had or may have a material effect on the financial position on the Group.

There are no pending or threatened legal or arbitration proceedings which have had or may have a material effect on the financial position of the Group.

Subsequent events

After year-end, shareholders were advised of a proposed specific share issue to the GPI Women's BBBEE Empowerment Trust, wherein the purchase of 8.3 million Grand Parade Investments Limited shares from the Group company GPI Management Services. A general meeting of shareholders is scheduled to take place on the 20 September 2024, wherein the specific share issue will be considered by the shareholders.

Prospects

The Group is now exclusively focused on the Gaming sector. Going forward, the Group's strategies include:

- continuing its robust oversight of its existing gaming investments; and
- selected investments in the gaming sector, both land-based and online.

While business prospects in South Africa remain challenging, management believes that the gaming sector as a whole is well-positioned for future growth. Management believes that by virtue of the Group's existing gaming holdings and interests, interesting strategic and organic growth opportunities will arise. In particular, the Group is exploring its future participation in the Historical Horseracing (HHR) segment of the gaming market. This segment is growing dramatically in certain jurisdictions of the United States, and the Group believes that similar opportunities exist in South Africa.

CONSOLIDATED STATEMENT OF PROFIT OR LOSS
AND OTHER COMPREHENSIVE INCOME

FOR THE YEAR ENDED 30 JUNE 2024

	Notes	2024 R'000	2023 R'000
CONTINUING OPERATIONS			
Revenue	4	1 437	1 356
Other Income	5	12 744	–
Operating costs		(57 845)	(102 432)
Profit from equity-accounted investments		113 984	120 988
Finance income		7 844	7 972
Finance costs		(938)	(7 809)
Profit before taxation		77 226	20 075
Taxation		1 476	125
Profit for the year from continuing operations		78 702	20 200
DISCONTINUED OPERATIONS			
Loss for the year from discontinued operations	6.2	(5 055)	(35 411)
Profit for the year		73 647	(15 211)
OTHER COMPREHENSIVE INCOME			
Items that will not be reclassified subsequently to profit or loss		4 885	2 075
Realised fair value adjustments on investments held at fair value through OCI		4 305	–
Unrealised fair value adjustments on investments held at fair value through OCI		580	2 075
TOTAL COMPREHENSIVE PROFIT/(LOSS) FOR THE YEAR		78 532	(13 136)
Profit/(loss) for the period from continuing operations attributable to:			
– Ordinary shareholders		78 702	20 200
Loss for the period from discontinued operations attributable to:			
– Ordinary shareholders	6.2	(5 055)	(35 411)
		73 647	(15 211)
Total comprehensive profit from continuing operations attributable to:			
– Ordinary shareholders		83 587	22 275
Total comprehensive profit from discontinued operations attributable to:			
– Ordinary shareholders	6.2	(5 055)	(35 411)
		78 532	(13 136)
			Cents
Basic and diluted earnings/(loss) per share	3.5	17.14	(3.54)
– Continuing operations	3.5	18.32	4.69
– Discontinued operations	3.5	(1.18)	(8.23)

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

AS AT 30 JUNE 2024

	Notes	2024 R'000	2023 R'000
ASSETS			
Non-current assets		971 954	984 615
Investments in jointly-controlled entities		660 836	638 909
Investments in associates		296 265	321 553
Investments held at fair value through OCI	8.1	1 852	17 960
Property plant and equipment		5 011	846
Right-of-use assets		2 602	–
Intangible assets		–	11
Deferred tax assets		5 388	5 336
Current assets		163 134	107 764
Trade and other receivables		2 074	10 813
Income tax receivable		1 503	1 329
Deferred proceeds		–	13 889
Third-party loans		850	–
Cash and cash equivalents		158 707	81 733
Assets classified as held for sale	7.1	–	67 767
Total assets		1 135 088	1 160 146
EQUITY AND LIABILITIES			
Capital and reserves			
Total equity		1 100 380	1 075 774
Ordinary share capital		788 029	798 586
Treasury shares		(149 849)	(149 849)
Accumulated profit		461 538	433 600
Investments held at fair value through OCI		662	(6 563)
Total shareholders' equity		1 100 380	1 075 774
Non-current liabilities		3 010	50 428
Preference shares		–	50 000
Provisions		56	86
Lease liability		2 252	–
Deferred tax liabilities		702	342
Current liabilities		31 698	33 944
Provisions		12 597	1 800
Lease liability		497	–
Trade and other payables		6 934	10 204
Dividends payable		11 517	21 887
Income tax payable		153	53
Total equity and liabilities		1 135 088	1 160 146

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

FOR THE YEAR ENDED 30 JUNE 2024

	Ordinary share capital R'000	Treasury shares R'000	Accumu- lated profits R'000	Financial asset fair value reserve R'000	Share-based payment reserve R'000	Total equity R'000
Balance at 30 June 2022	798 586	(152 790)	502 921	(8 638)	822	1 140 901
Total comprehensive (loss)/income for the year	–	–	(15 211)	2 075	–	(13 136)
- Profit for the year from continuing operations	–	–	20 200	–	–	20 200
- Profit for the year from discontinued operations	–	–	(35 411)	–	–	(35 411)
- Other comprehensive profit	–	–	–	2 075	–	2 075
Dividends paid	–	–	(51 991)	–	–	(51 991)
Treasury shares allocated to employees	–	2 941	(2 722)	–	(219)	–
Share options lapsed	–	–	603	–	(603)	–
Balance at 30 June 2023	798 586	(149 849)	433 600	(6 563)	–	1 075 774
Total comprehensive (loss)/income for the year	–	–	71 307	7 225	–	78 532
- Profit for the year from continuing operations	–	–	78 702	–	–	78 702
- Loss for the year from discontinued operations	–	–	(5 055)	–	–	(5 055)
- Other comprehensive profit	–	–	–	4 885	–	4 885
Realised fair value adjustments on investments held at fair value through OCI	–	–	(2 340)	2 340	–	–
Dividends paid	–	–	(43 369)	–	–	(43 369)
Shares cancelled ⁽¹⁾	(10 557)	–	–	–	–	(10 557)
Balance at 30 June 2024	788 029	(149 849)	461 538	662	–	1 100 380

⁽¹⁾ During the year 3.2 million shares were repurchased and cancelled. The shares were bought at an average price of R3.30.

CONSOLIDATED STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 30 JUNE 2024

	2024 R'000	2023 R'000
Cash flows from operating activities		
Net cash generated from operations	(28 738)	(105 663)
Income tax paid	(1 090)	(990)
Dividend tax paid	–	(12 362)
Finance income received	7 844	7 972
Finance cost lease interest	(197)	–
Cash flow from discontinued operations	(1 877)	1 772
Net cash (outflow)/inflow from operating activities	(24 058)	(109 271)
Cash flows from investing activities		
Deferred proceeds received from sale of BKSA and GFMP investments	14 188	929
Proceeds from sales of Spur shares	20 993	–
Acquisition of property plant and equipment	(5 077)	(728)
Third party loans advanced	(2 050)	–
Proceeds from disposal of property plant and equipment	–	220
Proceeds from related party loans	–	1 855
Dividends received	110 304	127 694
Cash flow from discontinued operations	67 090	20 000
Net cash inflow from investing activities	205 448	149 970
Cash flows from financing activities		
Dividends paid	(42 745)	(51 371)
Preference share redemption	(50 000)	(50 000)
Finance costs	(741)	(7 809)
Repayment on lease liabilities	(373)	–
Shares re-purchased	(10 557)	–
Cash outflow from discontinued operations	–	(36 698)
Net cash outflow from financing activities	(104 416)	(145 878)
Net (decrease)/increase in cash and cash equivalents	76 974	(105 179)
Cash and cash equivalents at the beginning of the year	81 733	186 912
Total cash and cash equivalents at the end of the year	158 707	81 733

NOTES TO THE CONSOLIDATED ANNUAL FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2024

1. ACCOUNTING POLICIES

1.1 Basis of preparation of financial results

The consolidated and separate financial statements have been prepared on the historical cost basis, except where otherwise stated or disclosed, and as a going concern. The consolidated financial statements are presented in South African Rands, which is also the functional currency of the Group, and all values are rounded to the nearest thousand (R000's), except where otherwise indicated.

The accounting policies applied are in line with IFRS® Accounting Standards and are consistent with those applied in the prior year except where otherwise stated.

Company financial statements

Investments in subsidiaries, associates and joint ventures in the separate financial statements presented by the Company are recognised at cost less accumulated impairment loss.

1.2 Changes in accounting policies

The Group has adopted all the new, revised and amended accounting standards which were effective for the Group from 1 July 2023. None of the adoptions had a significant impact on the results of the Group.

2. SEGMENT ANALYSIS

The chief decision makers are considered to be the members of the GPI Executive Committee, who review the Group's internal reporting firstly by industry and secondly by significant business unit. The chief decision makers do not review the Group's performance by geographical sector and therefore no such disclosure has been made. All revenue is from within the country. Due to the nature of the operations, there are no significant individual customers or reliance on major customers. Listed below is a detailed segment analysis:

	External revenue ⁽¹⁾		Inter-segment revenue ⁽²⁾		Operating costs ⁽³⁾		Equity accounted earnings		EBITDA ⁽⁴⁾		Impairments		Finance income		Staff cost		Taxation		Net profit/(loss) after tax		Total assets		Total liabilities	
	2024 R'000	2023 R'000	2024 R'000	2023 R'000	2024 R'000	2023 R'000	2024 R'000	2023 R'000	2024 R'000	2023 R'000	2024 R'000	2023 R'000	2024 R'000	2023 R'000	2024 R'000	2023 R'000	2024 R'000	2023 R'000	2024 R'000	2023 R'000	2024 R'000	2023 R'000	2024 R'000	2023 R'000
Food	-	1 147	-	-	-	(902)	-	-	-	245	-	-	-	-	-	-	-	-	-	245	-	-	-	-
Spur	-	1 147	-	-	-	(902)	-	-	-	245	-	-	-	-	-	-	-	-	-	245	-	-	-	-
Gaming and leisure ⁽⁵⁾	-	-	-	-	-	-	113 985	120 987	113 985	120 987	-	-	-	-	-	-	-	-	113 985	120 987	957 101	960 462	-	-
SunWest	-	-	-	-	-	-	64 962	61 988	64 962	61 988	-	-	-	-	-	-	-	-	64 962	61 988	660 836	638 909	-	-
Sun Slots	-	-	-	-	-	-	48 120	53 905	48 120	53 905	-	-	-	-	-	-	-	-	48 120	53 905	274 108	291 988	-	-
Worcester Casino	-	-	-	-	-	-	(1 034)	(173)	(1 034)	(173)	-	-	-	-	-	-	-	-	(1 034)	(173)	12 700	22 045	-	-
Infinity Gaming Africa	-	-	-	-	-	-	1 937	5 267	1 937	5 267	-	-	-	-	-	-	-	-	1 937	5 267	9 457	7 520	-	-
Group costs	14 181	209	247 850	142 103	(57 845)	(101 530)	-	-	(34 035)	(101 273)	(8 311)	-	7 844	7 972	(16 554)	(25 155)	1 476	125	(35 283)	(101 033)	177 987	131 917	34 708	84 372
Central costs	14 181	209	247 850	142 103	(57 845)	(101 530)	-	-	(34 035)	(101 273)	(8 311)	-	7 844	7 972	(16 554)	(25 155)	1 476	125	(35 283)	(101 033)	177 987	131 917	34 708	84 372
	14 181	1 356	247 850	142 103	(57 845)	(102 432)	113 985	120 987	79 950	19 959	(8 311)	-	7 844	7 972	(16 554)	(25 155)	1 476	125	78 702	20 199	1 135 088	1 092 379	34 708	84 372

⁽¹⁾ External revenue includes other income.
⁽²⁾ Transactions between segments are concluded at arm's-length.
⁽³⁾ Certain costs are presented pre-elimination of intergroup charges and net profit is after these eliminations.
⁽⁴⁾ EBITDA excludes inter-segment revenue, impairments and expected credit losses.
⁽⁵⁾ The Gaming and leisure segment consists of the amount of investment in joint ventures and associates of the Group.

3. BASIC AND DILUTED EARNINGS PER SHARE

Basic earnings per share amounts are calculated by dividing the net profit for the year attributable to ordinary equity holders of the Company by the Weighted Average Number of Ordinary Shares (WANOS) in issue during the year.

Diluted earnings per share amounts are calculated by dividing the net profit for the year attributable to ordinary shareholders by the diluted WANOS in issue.

Headline earnings per share amounts are calculated by dividing the headline earnings for the year attributable to ordinary shareholders by the WANOS in issue for the year.

Diluted headline earnings per share amounts are calculated by dividing the headline earnings for the year attributable to ordinary shareholders by the diluted WANOS in issue for the year.

3.1 Reconciliation of the profit/(loss) for the year attributable to ordinary shareholders

	2024 R'000 Gross	2024 R'000 Net	2023 R'000 Gross	2023 R'000 Net
Basic and diluted loss per share reconciliation				
Profit/(loss) for the year	–	73 647	–	(15 211)
– Continuing operations	–	78 702	–	20 200
– Discontinued operations	–	(5 055)	–	(35 411)
Non-controlling interest	–	–	–	–
Profit/(loss) for the year attributable to ordinary shareholders	–	73 647	–	(15 211)

No adjustments have been made to basic earnings in the calculation of diluted earnings.

3.2 Reconciliation of headline earnings/(loss) for the year⁽¹⁾

	2024 R'000 Gross	2024 R'000 Net	2023 R'000 Gross	2023 R'000 Net
Profit/(loss) for the year attributable to ordinary shareholders	–	73 647	–	(15 211)
Continuing operations:				
Impairment of investment in Worcester Casino	–	8 311	–	–
Discontinued operations				
Impairment of investment property	–	–	18 500	13 505
Impairment of non-current assets held for sale:				
Land and buildings	–	–	10 010	7 307
Impairment of non-current assets held for sale:				
Plant and machinery	719	525	5 725	5 725
Profit on disposal of investment property	–	–	(400)	(292)
Total headline profit/(loss)	–	82 483	–	11 034
Total headline (loss)/profit				
– Continuing operations	–	87 013	–	20 200
– Discontinued operations	–	(4 530)	–	(9 166)
	–	82 483	–	11 034

3.3 Reconciliation of WANOS – net of treasury shares

	2024 '000s	2023 '000s
Shares in issue at beginning of the year	430 248	429 937
Treasury shares issued to employees	–	311
Shares repurchased and cancelled during the year weighted for the period held by the Group	(596)	–
	429 652	430 248

⁽¹⁾ Headline Earnings are calculated in terms of Circular 1/2023.

3.4 Reconciliation of diluted WANOS – net of treasury shares

	2024 '000s	2023 '000s
WANOS in issue – net of treasury shares	429 652	430 248
Effects of dilution from:		
Share options	–	–
Diluted WANOS in issue – net of treasury shares	429 652	430 248

3.5 Statistics

	Cents	Cents
Basic and diluted earnings/(loss) per share	17.14	(3.54)
– Continuing operations	18.32	4.69
– Discontinued operations	(1.18)	(8.23)
Headline and diluted earnings/(loss) per share	19.20	2.56
– Continuing operations	20.25	4.69
– Discontinued operations	(1.05)	(2.13)
Dividend per share	10	12

4. REVENUE

4.1 Accounting policy

Revenue is recognised when the Group satisfies performance obligations and delivers services to its customers at an amount that reflects the consideration the Group expects to be entitled to in exchange for these services.

The Group's revenue is disaggregated into dividend income and board fees received by the directors of Grand Parade Investments Limited from the Group's gaming investments.

The basis on which each material revenue stream is recognised, is set out below:

Dividends received

Dividend received is recognised in profit or loss when the right to receive payment is established. This date is published together with the information regarding the dividend declared by the investee.

4.2 Disaggregation of revenue

	2024 R'000	2023 R'000
Other revenue		
Dividends received	1 269	1 147
Board fees	168	209
	1 437	1 356

5. OTHER INCOME

	2024 R'000	2023 R'000
Write back of prescribed dividends	10 995	–
Recoupment of liquidation costs of subsidiary	1 749	–
	12 744	–

6. DISCONTINUED OPERATIONS

6.1 Accounting policy

Non-current assets held for sale and disposal groups qualify as discontinued operations if it is a component of an entity that either has been disposed of, or is classified as held for sale, and:

- Represents a separate major line of business or geographical area of operations;
- Is part of a single co-ordinated plan to dispose of a separate major line of business or geographical area of operations; or
- Is a subsidiary acquired exclusively with a view to resale.

Where a disposal group is to be abandoned, the Group presents the results and cash flows of the disposal group as discontinued operations at the date on which it ceases to be used.

Discontinued operations are excluded from the results of continuing operations and are presented as a single amount as profit or loss after tax from discontinued operations in the statement of comprehensive income.

Operations discontinued⁽¹⁾

The results of discontinued operations are presented below:

	GPI Properties		Grand Foods Bakery		Total	
	2024 R'000	2023 R'000	2024 R'000	2023 R'000	2024 R'000	2023 R'000
6.2 Results of discontinued operations						
Revenue	751	8 727	–	–	751	8 727
Cost of sales	–	–	–	–	–	–
Gross profit	751	8 727	–	–	751	8 727
Operating costs	(2 955)	(40 449)	–	(5 725)	(2 955)	(46 174)
Expected credit losses	–	–	–	–	–	–
Profit on derecognition of subsidiary	–	–	–	–	–	–
Profit/(loss) on sale of investments	–	–	–	–	–	–
Profit/(loss) before finance costs and taxation	(2 204)	(31 722)	–	(5 725)	(2 204)	(37 447)
Finance income	216	85	–	–	216	85
Finance costs	(10)	(997)	–	–	(10)	(997)
Profit/(loss) before taxation	(1 998)	(32 634)	–	(5 725)	(1 998)	(38 359)
Taxation	(3 057)	2 948	–	–	(3 057)	2 948
Profit/(loss) for the period	(5 055)	(29 686)	–	(5 725)	(5 055)	(35 411)
6.3 Cash flows (used in)/from discontinued operations						
Net cash (utilised in)/generated from operating activities	(1 877)	1 772	–	–	(1 877)	1 772
Net cash utilised in investing activities	67 090	20 000	–	–	67 090	20 000
Net cash (utilised in)/generated from financing activities	–	(36 698)	–	–	–	(36 698)
Net cash flow for the year	65 213	(14 926)	–	–	65 213	(14 926)

⁽¹⁾ Refer to note 7, Non-current assets held for sale.

6.4 Impairment of assets

	Notes	2024 R'000	2023 R'000
Impairment of land and buildings ⁽²⁾	7.1.1	–	(10 010)
Impairment of property, plant, equipment ⁽³⁾	7.1.2	(677)	(5 725)

⁽²⁾ The impairment related to the office building situated on 33 Heerengracht, Foreshore, Cape Town.

⁽³⁾ The impairment relates the property, plant and equipment of the discontinued operation of GPI Properties.

7. NON-CURRENT ASSETS HELD FOR SALE

7.1 The assets included in non-current assets held for sale are as follows:

Non-current assets	Notes	2024 R'000	2023 R'000
Land and buildings	7.1.1	–	67 090
Property, plant and equipment	7.1.2	–	677
		–	67 767
7.1.1 Reconciliation of land and buildings			
Opening balance ⁽¹⁾		67 090	38 700
Transfers from investment property		–	58 000
Disposal ⁽²⁾		(67 090)	(19 600)
Impairment	7.1.3	–	(10 010)
Closing balance		–	67 090
7.1.2 Reconciliation of property, plant and equipment			
Opening balance ⁽¹⁾		677	5 950
Transfers from property, plant and equipment		–	452
Impairment	7.1.3	(677)	(5 725)
Closing balance		–	677
7.1.3 Impairment of non-current assets-held-for-sale			
Land and buildings	7.1.1	–	(10 010)
Property, plant and equipment	7.1.2	(677)	(5 725)
		(677)	(15 735)

⁽¹⁾ The 2024 land and buildings opening balance consists of the industrial building situated in Thornton and the office building situated on the Foreshore, Cape Town. The property, plant and equipment opening balance consists of the equipment previously used in production by Grand Bakery and the plant and equipment at the office building on 33 - Heerengracht.

⁽²⁾ The industrial building situated in Epping Industria was disposed of during August 2023 and the office block situated on the Foreshore, Cape Town was sold during August 2023.

8. FINANCIAL INSTRUMENTS – DISCLOSURE

8.1 Fair value of financial instruments

The Group uses the following hierarchy for determining and disclosing the fair value of financial instruments by valuation technique:

- Level 1:** Quoted prices (unadjusted) in active markets for identical assets and liabilities.
Level 2*: Other techniques for which all inputs which have a significant effect on the recorded fair value and are observable, either directly or indirectly.
Level 3*: Techniques which use inputs which have a significant effect on the recorded fair value that are not based on observable market data.

* There are no financial instruments classified as level 2 and 3.

As at 30 June 2024, the Group held the following instruments measured at fair value:

	Level 1 R'000	Total R'000
2024		
Investments held at fair value – Spur	1 852	1 852
Total	1 852	1 852
2023		
Investments held at fair value – Spur	17 960	17 960
Total	17 960	17 960

	2024 R'000	2023 R'000
Current asset	–	–
Non-current asset	1 852	17 960
	1 852	17 960

	Level 1 R'000	Total R'000
Investments held at fair value – Spur		
2024		
Opening balance – 1 July	17 960	17 960
Fair value adjustments	4 885	4 885
Disposals	(20 993)	(20 993)
Carrying value – 30 June	1 852	1 852
2023		
Opening balance – 1 July	14 695	14 695
Fair value adjustments	2 075	2 075
Additions	1 190	1 190
Closing balance – 30 June	17 960	17 960

The Spur shares are listed on the Johannesburg Stock Exchange.

COMPANY INFORMATION

FOR THE YEAR ENDED 30 JUNE 2024

Directors	G Orrie (Non-executive Chairman) G Bortz (Chief Executive Officer) G Ahmed (Finance Director) R Kader (Lead independent) M Tajbhai (Non-executive) K Finch (Non-executive) WD Geach (Non-executive)
Public Officer	G Ahmed CA(SA)
Registration number	1997/003548/06
Domicile and country of incorporation	South Africa
Nature of business	Investment Holding Company
Registered office	Kenilworth Racecourse Block D, First Floor, 109 Rosmead Avenue Kenilworth 7780
Preparer of the financial statements	The annual financial statements were prepared under supervision of Grand Parade Investments' Finance Director, G Ahmed CA(SA).
Company Secretary	Statucor (Pty) Ltd 6th Floor 119–123 Hertzog Boulevard Foreshore Cape Town 8001
Transfer Secretaries	Computershare Investor Services (Pty) Ltd PO Box 61051 Marshalltown 2107
Sponsors	PSG Capital (Pty) Ltd PO Box 7403 Stellenbosch 7600
Auditors	Moore Cape Town Inc. 2nd Floor Block 2 Northgate Park Paarden Eiland 7406
Attorneys	Cliffe Dekker Hofmeyr PO Box 695 Cape Town 8000
Bankers	The Standard Bank of South Africa Limited First National Bank

