

- Revenue from continuing operations up 10%
- Headline earnings per ordinary share up 137%
- Net asset value of 712 cents per share

MUSTEK

L I M I T E D

(Incorporated in the Republic of South Africa) (Registration number 1987/070161/06)
Share code: MST ISIN: ZAE00012373 ("Mustek" or "the Group" or "the Company")

Abridged unaudited financial results for the six months ended 31 December 2012

Condensed consolidated statement of comprehensive income

	Unaudited 6 months 31 Dec 2012 R000	Unaudited 6 months 31 Dec 2011 R000 (Restated)	Audited Year-end 30 Jun 2012 R000
Continuing operations			
Revenue	1 806 727	1 646 714	3 502 543
Cost of sales	(1 569 033)	(1 400 092)	(3 002 190)
Gross profit	237 694	246 622	500 353
Other income	2 037	14 078	17 980
Foreign currency losses	(14 964)	(64 071)	(47 813)
Distribution, administrative and other operating expenses	(174 291)	(156 449)	(333 591)
Profit from operations	50 476	40 180	136 929
Investment revenues	2 280	2 043	4 668
Finance costs	(12 954)	(10 593)	(25 337)
Other losses	—	—	(5 613)
Share of profit of associates	2 674	155	1 686
Profit before tax	42 476	31 785	112 333
Income tax expense	(10 738)	(7 920)	(32 515)
Profit for the period from continuing operations	31 738	23 865	79 818
Discontinued operations			
Profit (loss) for the period from discontinued operations	1 773	(1 094)	(2 019)
Profit for the period	33 511	22 771	77 799
Other comprehensive income			
Exchange profits on translation of foreign operations	1 605	9 707	7 883
Other comprehensive income for the period, net of tax	1 605	9 707	7 883
Total comprehensive income for the period	35 116	32 478	85 682
Profit (loss) attributable to:			
Owners of the parent	34 158	23 010	80 181
Non-controlling interest	(647)	(239)	(7 799)
Total comprehensive income attributable to:	35 116	32 478	85 682
Owners of the parent	35 032	30 969	86 196
Non-controlling interest	84	1 509	(514)
Total comprehensive income attributable to:	35 116	32 478	85 682
Earnings and dividend per share (cents)			
Weighted number of ordinary shares in issue	108 436 464	108 849 751	108 831 677
Ordinary shares in issue	108 433 165	108 677 165	108 469 165
Dividend per ordinary share	17,00	17,00	17,00
From continuing and discontinued operations			
Headline earnings per ordinary share	31,75	13,40	70,15
Basic earnings per ordinary share	31,50	21,14	73,67
From continuing operations			
Headline earnings per ordinary share	29,52	14,18	71,37
Basic earnings per ordinary share	29,27	21,92	74,89
From discontinued operations			
Headline earnings per ordinary share	2,23	(0,79)	(1,22)
Basic earnings per ordinary share	2,23	(0,79)	(1,22)
Reconciliation between basic and headline earnings			
Basic earnings attributable to owners of the parent	34 158	23 010	80 181
Group's share of loss (profit) on disposal of property, plant and equipment	274	(8 427)	(7 762)
Impairment of distribution right	—	—	3 445
Non-controlling interest in impairment of distribution right	—	—	(1 639)
Impairment of associate and other loans	—	—	2 168
Headline earnings from continuing and discontinued operations	34 432	14 583	76 344
Less Group's share of (profit) loss for the period from discontinued operations	(2 420)	855	1 325
Headline earnings from continuing operations	32 012	15 438	77 669
Basic earnings attributable to owners of the parent	34 158	23 010	80 181
Less Group's share of (profit) loss for the period from discontinued operations	(2 420)	855	1 325
Basic earnings from continuing operations	31 738	23 865	81 506
Net asset value per share (cents)	712,07	645,72	696,73

Condensed consolidated statement of changes in equity

	Ordinary share capital R000	Ordinary share premium R000	Retained earnings R000	Non-distributable reserve R000	Foreign currency translation reserve R000	Attributable to owners of the parent R000	Non-controlling interest R000	Total R000
Balance at 30 June 2011	877	122 823	576 181	2 725	(8 872)	693 734	18 940	712 674
Profit for the period	—	—	23 010	—	—	23 010	(239)	22 771
Other comprehensive income	—	—	—	—	7 959	7 959	1 748	9 707
Recognition of share-based payments	—	26	—	—	—	26	—	26
Dividends paid	—	—	(18 623)	—	—	(18 623)	—	(18 623)
Realisation of non-distributable reserve on disposal of fixed assets	—	—	1 916	(1 916)	—	—	—	—
Buy back of shares	(7)	(4 354)	—	—	—	(4 361)	—	(4 361)
Balance at 31 December 2011	870	118 495	582 484	809	(913)	701 745	20 449	722 194
Profit for the period	—	—	57 171	—	—	57 171	(2 143)	55 028
Other comprehensive income	—	—	—	—	(1 944)	(1 944)	120	(1 824)
Recognition of share-based payments	—	27	—	—	—	27	—	27
Buy back of shares	(2)	(1 265)	—	—	—	(1 267)	—	(1 267)
Balance at 30 June 2012	868	117 257	639 655	809	(2 857)	755 732	18 426	774 158
Profit for the period	—	—	34 158	—	—	34 158	(647)	33 511
Other comprehensive income	—	—	—	—	874	874	731	1 605
Dividends paid	—	—	(18 434)	—	—	(18 434)	—	(18 434)
Buy back of shares	—	(209)	—	—	—	(209)	—	(209)
Balance at 31 December 2012	868	117 048	655 379	809	(1 983)	772 121	18 510	790 631

Condensed segment analysis

	Total		Mustek		Rectron		Comtek		Group		Eliminations	
	Unaudited 6 months 31 Dec 2012 R000	Unaudited 6 months 31 Dec 2011 R000 (Restated)	Unaudited 6 months 31 Dec 2012 R000	Unaudited 6 months 31 Dec 2011 R000 (Restated)	Unaudited 6 months 31 Dec 2012 R000	Unaudited 6 months 31 Dec 2011 R000 (Restated)	Unaudited 6 months 31 Dec 2012 R000	Unaudited 6 months 31 Dec 2011 R000 (Restated)	Unaudited 6 months 31 Dec 2012 R000	Unaudited 6 months 31 Dec 2011 R000	Unaudited 6 months 31 Dec 2012 R000	Unaudited 6 months 31 Dec 2011 R000 (Restated)
Business segments												
Revenue	1 806 727	1 646 714	1 095 439	1 093 614	827 645	606 447	—	—	—	—	(116 357)	(53 347)
EBITDA*	59 213	49 895	39 339	37 608	27 457	17 680	—	—	(7 583)	(5 393)	—	—
Depreciation and amortisation	(8 737)	(9 715)	(5 548)	(5 916)	(3 189)	(3 799)	—	—	—	—	—	—
Profit (loss) from operations	50 476	40 180	33 791	31 692	24 268	13 881	—	—	(7 583)	(5 393)	—	—
Investment revenues	2 280	2 043	3 224	4 427	1 530	1 185	—	—	427	194	—	—
Finance costs	(12 954)	(10 593)	(7 516)	(4 750)	(5 438)	(5 843)	—	—	(2 901)	(3 763)	(2 901)	(3 763)
Share of profit of associates	2 674	155	—	—	—	—	—	—	2 674	155	—	—
Profit (loss) before tax	42 476	31 785	29 499	31 369	20 360	9 223	—	—	(7 383)	(8 807)	—	—
Income tax (expense) benefit	(10 738)	(7 920)	(7 861)	(9 361)	(5 693)	(1 025)	—	—	2 816	2 466	—	—
Profit (loss) for the period from continuing operations	31 738	23 865	21 638	22 008	14 667	8 198	—	—	(4 567)	(6 341)	—	—
Discontinued operations												
Profit (loss) for the period from discontinued operations	1 773	(1 094)	—	—	(413)	(443)	2 186	(651)	—	—	—	—
Profit (loss) for the period	33 511	22 771	21 638	22 008	14 254	7 755	2 186	(651)	(4 567)	(6 341)	—	—
Attributable to:												
Owners of the parent	34 158	23 010	21 638	22 008	14 460	7 977	2 627	(634)	(4 567)	(6 341)	—	—
Non-controlling interest	(647)	(239)	—	—	(206)	(222)	(441)	(17)	—	—	—	—
Total	33 511	22 771	21 638	22 008	14 254	7 755	2 186	(651)	(4 567)	(6 341)	—	—

*Earnings before interest, taxation, depreciation and amortisation.

	Total		South Africa		Mustek East Africa		Rectron Australia		Comtek Africa	
	Unaudited 6 months 31 Dec 2012 R000	Unaudited 6 months 31 Dec 2011 R000 (Restated)	Unaudited 6 months 31 Dec 2012 R000	Unaudited 6 months 31 Dec 2011 R000 (Restated)	Unaudited 6 months 31 Dec 2012 R000	Unaudited 6 months 31 Dec 2011 R000 (Restated)	Unaudited 6 months 31 Dec 2012 R000	Unaudited 6 months 31 Dec 2011 R000 (Restated)	Unaudited 6 months 31 Dec 2012 R000	Unaudited 6 months 31 Dec 2011 R000 (Restated)
Geographical segments										
Revenue	1 806 727	1 646 714	1 784 133	1 627 570	22 594	19 144	—	—	—	—
Profit (loss) before tax	42 476	31 785	42 763	32 033	(287)	(248)	—	—	—	—
Income tax (expense) benefit	(10 738)	(7 920)	(10 958)	(7 994)	220	74	—	—	—	—
Profit (loss) for the period from continuing operations	31 738	23 865	31 805	24 039	(67)	(174)	—	—	—	—
Discontinued operations										
Profit (loss) for the period from discontinued operations	1 773	(1 094)	(194)	(623)	—	—	(413)	(443)	2 380	(28)
Profit (loss) for the period	33 511	22 771	31 611	23 416	(67)	(174)	(413)	(443)	2 380	(28)
Attributable to:										
Equity holders of the parent	34 158	23 010	31 955	23 429	(67)	(174)	(207)	(221)	2 477	(24)
Minority interest	(647)	(239)	(344)	(13)	—	—	(206)	(222)	(97)	(4)
Total	33 511	22 771	31 611	23 416	(67)	(174)	(413)	(443)	2 380	(28)

Condensed consolidated statement of financial position

	Unaudited 6 months 31 Dec 2012 R000	Unaudited 6 months 31 Dec 2011 R000 (Restated)	Audited Year-end 30 Jun 2012 R000
ASSETS			
Non-current assets			
Property, plant and equipment	119 702	119 884	122 625
Intangible assets	60 656	63 513	60 240
Investments in associates	6 262	10 207	8 737
Other investments and loans	31 770	31 735	31 733
Deferred tax asset	14 333	16 458	15 666
Current assets			
Inventories	843 863	692 722	773 619
Trade and other receivables	709 823	707 649	596 447
Foreign currency assets	—	7 505	14 389
Tax assets	11 018	8 818	666
Bank balances and cash	95 847	111 081	224 413
Assets classified as held for sale	1 660 551	1 527 775	1 609 534
TOTAL ASSETS	2 200 993	2 043 880	2 117 199
EQUITY AND LIABILITIES			
Capital and reserves			
Ordinary share capital	868	870	868
Ordinary share premium	117 048	118 495	117 257
Retained earnings	655 379	582 484	639 655
Non-distributable reserve	809	809	809
Foreign currency translation reserve	(1 983)	(913)	(2 857)
Equity attributable to owners of the parent	772 121	701 745	755 732
Non-controlling interest	18 510	20 449	18 426
Total equity	790 631	722 194	774 158
Non-current liabilities			
Long-term borrowings	6 670	240 426	4 712
Deferred tax liabilities	2 320	4 787	2 409
Current liabilities			
Short-term borrowings	287 047	1 110	143 160
Trade and other payables	775 298	664 649	930 255
Provisions	7 910	8 375	13 593
Foreign currency liabilities	8 206	3 625	2 585
Deferred income	29 116	25 521	28 078
Tax liabilities	4 446	6 598	3 963
Bank overdrafts	58 995	164 600	20 055