

SHORT-FORM ANNOUNCEMENT: CONDENSED CONSOLIDATED INTERIM RESULTS FOR THE SIX MONTHS TO 31 DECEMBER 2019



Registration number 1951/000799/06 | ISIN: ZAE000007480 | Share code: TPC
(Transpaco or the group)

A leading manufacturer, recycler and distributor of plastic and paper packaging products

NET ASSET VALUE PER SHARE 2 012 CENTS ■ HEADLINE EARNINGS PER SHARE 122,3 CENTS ■ DIVIDEND PER SHARE 33,0 CENTS

FINANCIAL RESULTS

	Unaudited Six months to December 2019	IFRS 16 adjustment	Unaudited adjusted six months December 2019	Unaudited six months December 2018	Unaudited six months December 2019 % change	Unaudited adjusted six months December 2019 % change
Continuing operations						
Revenue from continuing operations (R'000)	1 078,7	–	1 078,7	1 046,4	3,1	3,1
Earnings per share (cents)	161,1	5,0	166,0	136,1	18,4	22,0
Diluted earnings per share (cents)	161,1	5,0	166,0	136,1	18,4	22,0
Headline earnings per share (cents)	161,1	5,0	166,1	136,5	18,0	21,7
Diluted headline earnings per share (cents)	161,1	5,0	166,1	136,5	18,0	21,7
Discontinued operations						
Loss per share (cents)	(38,9)	–	(38,9)	(24,1)	61,4	61,4
Diluted loss per share (cents)	(38,9)	–	(38,9)	(24,1)	61,4	61,4
Headline loss per share (cents)	(38,8)	–	(38,8)	(24,1)	61,1	61,1
Diluted headline earnings per share (cents)	(38,8)	–	(38,8)	(24,1)	61,1	61,1
Total operations						
Earnings per share (cents)	122,2	5,0	127,1	112,0	9,1	13,6
Diluted earnings per share (cents)	122,2	5,0	127,1	112,0	9,1	13,6
Headline earnings per share (cents)	122,3	5,0	127,2	112,4	8,8	13,2
Diluted headline earnings per share (cents)	122,3	5,0	127,2	112,4	8,8	13,2
Net asset value per share (cents)	2 012,0			1 908,0	5,5	

DISCONTINUED OPERATIONS

On 30 September 2019 the board of directors approved a decision to discontinue all recycling manufacturing operations being carried out by Transpaco Recycling (Pty) Ltd and included in the plastic products reportable segment. Due to international and local market forces in the plastic recycling industry Transpaco was no longer deriving any economic benefit from remaining in the post-consumer recycling market. Selling price levels were restricted due to prevailing virgin polymer prices while energy, labour and distribution costs, among others, kept rising. With no likelihood of the situation improving in the short to medium term, and in order to stem losses, the board decided to discontinue the operation and to dispose of the business or the assets within the next financial year.

DIVIDEND

The board has declared an interim gross cash dividend out of income reserves of 33,0 cents per share (December 2018: 30,0 cents per share) for the six-month period ended 31 December 2019. After applying the dividend withholding tax of 20%, a net interim dividend of 26,40000 cents per share will be paid to those shareholders who are not exempt from the dividends tax. The issued shares at the date of declaration is 32 886 359 ordinary shares. The income tax reference number is 9975/112/71/6.

The salient dates for the dividend are as follows:

Last date to trade shares <i>cum</i> dividend	Tuesday, 10 March 2020
Shares trade <i>ex</i> dividend	Wednesday, 11 March 2020
Record date	Friday, 13 March 2020
Payment date	Monday, 16 March 2020

Share certificates may not be dematerialised or rematerialised between Wednesday, 11 March 2020 and Friday, 13 March 2020, both days inclusive.

ADMINISTRATIVE INFORMATION

This short-form announcement is the responsibility of the directors and is only a summary of the information in the full announcement. The full announcement was released on SENS on 21 February 2020, and can be found on the company's website at www.transpaco.co.za and on the following JSE link: <https://senspdf.jse.co.za/documents/2020/jse/isse/TPC/Interims.pdf>

Any investment decision should be based on the full announcement published on SENS and on the company's website.

Copies of the full announcement may be requested from the company secretary at Hendrik@transpaco.co.za.

On behalf of the board

DJJ Thomas
Non-executive Chairman
Director

PN Abelheim
Chief Executive

L Weinberg
Financial

24 February 2020

DIRECTORS

DJJ Thomas (Chairman)*; PN Abelheim (Chief Executive); L Weinberg (Financial Director); HA Botha*; SR Bouzaglou; B Mkhondo*; SP van der Linde (Lead Independent Director)*

* Non-executive ^ Independent non-executive

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Auditors Ernst & Young Inc. **Company Secretary** HJ van Niekerk **Sponsor** Investec Bank Limited

Registered office 331 6th Street, Wynberg, Sandton **Transfer secretaries** Computershare Investor Services (Pty) Limited, Rosebank Towers, 15 Biermann Avenue, Rosebank, Johannesburg

Website www.transpaco.co.za

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