

SHORT-FORM ANNOUNCEMENT: REVIEWED CONDENSED CONSOLIDATED RESULTS FOR THE YEAR ENDED 30 JUNE 2024 AND DIVIDEND ANNOUNCEMENT



Registration number 1951/000799/06 | ISIN: ZAE000007480 | JSE share code: TPC
("Transpaco" or "the company" or "the group")

A leading manufacturer and distributor of plastic and paper packaging products

NAV UP 9,3% TO 3 232 CENTS PER SHARE ■ HEPS DOWN 8,3% TO 520,9 CENTS
■ TOTAL DIVIDEND PER SHARE 240 CENTS

FINANCIAL RESULTS

	Reviewed 12 months June 2024	Audited 12 months June 2023	% change
Revenue (R' million)	2 487,1	2 591,1	(4,0)
Operating profit (R' million)	212,7	252,5	(15,7)
Profit before taxation (R' million)	206,5	239,7	(13,8)
Earnings and diluted earnings per share (cents)	521,5	567,9	(8,2)
Headline and diluted headline earnings per share (cents)	520,9	567,8	(8,3)
Total gross dividend per share (cents)	240,0	260,0	(7,7)
Net asset value per share (cents)	3 232,0	2 958,0	9,3
Operating margin (%)	8,6	9,7	(11,3)
Net interest-bearing debt: equity ratio (%)	Net cash positive	Net cash positive	

INTRODUCTION

Transpaco's reduction in operating profit was not unexpected due to challenging trading conditions. Weak consumer and business sentiment was driven by the uncertain socio-political environment prior to the elections, high levels of load shedding until the end of March 2024 as well as high inflation and interest rates.

Group revenue contracted by 4,0% to R2,5 billion (June 2023: R2,6 billion) for the 12 months ended 30 June 2024 (the year). The decrease in revenue of 7,8% in the Plastics Division was due to the termination of an export contract in the refuse bags business, raw material price deflation in the pallet wrap operation and the impact of reduced consumer spend on retail bag volumes.

The Paper division grew marginally by 0,2%.

Transpaco's operating profits decreased 15,7% to R212,7 million (June 2023: R252,5 million), reducing operating margin to 8,6% (June 2023: 9,7%).

Notwithstanding the decrease in headline earnings (HE) of 13,8%, headline earnings per share (HEPS) declined 8,3% to 520,9 cents (June 2023: 567,8 cents) assisted by the share buy-back during the year.

Notably, revenue in the first six months of the financial year is traditionally greater than in the second six months due to the seasonal nature of the business.

Transpaco's robust balance sheet is attributable to the group's continued sound investment strategy, considered capital allocation and strict working capital management.

Net interest-bearing debt-to-equity (gearing) remained net cash positive (June 2023: net cash positive).

DECLARATION OF ORDINARY DIVIDEND IN RESPECT OF THE YEAR ENDED 30 JUNE 2024

The board has declared a final gross cash dividend out of income reserves of 160,0 cents per share, resulting in total dividends of 240,0 cents per share for the year ended 30 June 2024 (June 2023: 260,0 cents per share). After applying the dividend withholding tax of 20% a net final dividend of 128,0000 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 28 839 388 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 cum dividend	Tuesday, 17 September 2024
Shares trade ex-dividend	Wednesday, 18 September 2024
Record date	Friday, 20 September 2024
Payment date	Monday, 23 September 2024

Share certificates may not be dematerialised or rematerialised between Wednesday, 18 September 2024 and Friday, 20 September 2024, 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 28 August 2024, 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/2024/jse/isse/TPC/FYResults.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.

REVIEW BY INDEPENDENT AUDITOR

The group's auditor BDO South Africa Incorporated has reviewed the condensed consolidated financial information for the year. The unmodified review report is available in the full announcement.

On behalf of the board

DJJ Thomas
Chairman

PN Abelheim
Chief Executive Officer

L Weinberg
Chief Financial Officer

28 August 2024

DIRECTORS

DJJ Thomas (Chairman)*; PN Abelheim (Chief Executive Officer); L Weinberg (Chief Financial Officer); HA Botha**; SR Bouzagliou; SY Mahlangu**; SP van der Linde (Lead Independent Director)**

* Non-executive

** Independent non-executive

Auditors BDO South Africa Incorporated **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

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