



**AFRICAN EQUITY
EMPOWERMENT
INVESTMENTS
LIMITED**

SHORT FORM ANNOUNCEMENT - REVIEWED PROVISIONAL CONDENSED CONSOLIDATED RESULTS FOR THE YEAR ENDED 31 AUGUST 2020 AND FINAL DIVIDEND DECLARATION

FINANCIAL HIGHLIGHTS

| | 31 August 2020 R'000 | 31 August 2019 R'000 | Change % |
|--|-------------------------|-------------------------|-------------|
| Revenue | 3 427 579 | 2 377 368 | 44.18 |
| Net cash generated from operating activities | 199 642 | 143 144 | 39.47 |
| Profit/(loss) before tax | 111 155 | (2 388 102) | 104.65 |
| Earnings per share (cents) | 1.93 | (304.09) | 100.63 |
| Headline earnings | 4 554 | 494 317 | (99.08) |
| Headline earnings per share (cents) | 0.93 | 100.64 | (99.08) |
| Normalised headline earnings* | 174 832 | 585 615 | (70.15) |
| Normalised headline earnings per share (cents) | 35.61 | 119.23 | (70.15) |
| Net asset value per share (cents) | 1 256.46 | 1 304.16 | (3.66) |
| Total assets | 7 211 679 | 7 454 311 | (3.25) |
| Gross final dividend (cents) | 20 | 6 | 233.33 |
| Final gross dividend to shareholders | 98 204 | 29 461 | 233.33 |
| Total gross dividend to shareholders (cents) | 30 | 17 | 76.47 |
| Total gross dividend to shareholders | 147 307 | 83 474 | 76.47 |

*Normalised earnings were calculated as follows:

| | 31 August 2020 R'000 | 31 August 2019 R'000 |
|--|-------------------------|-------------------------|
| Headline earnings | 4 554 | 494 317 |
| Fair value adjustments | 108 558 | 14 513 |
| Deferred tax on fair value adjustments | (24 317) | (3 251) |
| Net impairments, impairment reversals and write-offs | 86 037 | 80 036 |
| Normalised headline earnings | 174 832 | 585 615 |

DECLARATION OF CASH DIVIDEND

| | R'000 |
|---|--------|
| Dividend declared after reporting date* | 98 204 |
| Gross Dividends per share (cents) | 20 |

Notice is hereby given that a final gross dividend of 20 cents per share has been declared out of income reserves in respect of ordinary shares of no-par value for the year ended 31 August 2020.

The final dividend amount, net of South African dividend tax of 20% which equates to 4 cents per share, is therefore 16 cents per share for those shareholders that are not exempt from dividend tax.

The number of ordinary shares in issue at declaration date is 491 022 434 and the income tax number of the Company is 9 314 001 034.

The salient dates of this dividend distribution are:

| | |
|--|---------------------------|
| Gross dividend per share (cents) | 20 |
| Dividend net of dividend withholding tax (cents) | 16 |
| Last day to trade cum dividend | Monday, 14 December 2020 |
| Trading ex-dividend commences | Tuesday, 15 December 2020 |
| Record date | Friday, 18 December 2020 |
| Date of payment | Monday, 21 December 2020 |

Share certificates may not be dematerialised or rematerialized between Tuesday, 15 December 2020 and Friday, 18 December 2020, both days inclusive.

STATEMENT OF COMPLIANCE AND BASIS OF PREPARATION

This short-form announcement contains only a summary of the information in the full announcement and does not contain the full and complete details and is the responsibility of the directors.

The condensed consolidated financial statements were reviewed by Crowe JHB and THAWT Inc. whose unmodified review opinion has been issued on the reviewed provisional condensed consolidated financial statements for the financial year ended 31 August 2020.

Shareholders are hereby advised that AEEI's reviewed provisional condensed consolidated results for the year ended 31 August 2020 are available on AEEI's website and can be viewed at https://senspdf.jse.co.za/documents/2020/jse/isse/aei/SENS_LF.PDF or may be requested from the company via damien@aeei.co.za or obtained in person, at no charge, at the registered office of the company or the offices of the joint sponsors during business hours. Any investment decisions by investors and/or shareholders should be based on consideration of the full announcement.

APPRECIATION

We wish to thank our employees, Group executives, management, our Board of directors as well as our strategic partners, stakeholders and business partners for their loyalty and dedication in contributing to the success of the Group.

Mrs Aziza Amod
Non-executive chairperson

Mrs Valentine Dzvova
Chief executive officer

Cape Town
25 November 2020