TSOGO SUN

Tsogo Sun Holdings Limited (Incorporated in the Republic of South Africa) (Registration number 1989/002108/06) Share code: TSH ISIN: ZAE000156238 ("Tsogo Sun" or "the company" or "the group")

Income R5.2 billion ⬆ **9%**

Ebitdar R2.0 billion ⬆ **9%**

Adjusted earnings R0.9 billion ⬆ **20%**

Adjusted HEPS 81.3 cents ⬆ **20%**

Interim dividend per share 29.0 cents ⬆ **21%**

COMMENTARY

The first half of the financial year reflected continued growth on the prior period, although monthly results remain inconsistent. Year-on-year growth was achieved in both casino and hotel revenues assisted by the merger and acquisition activity undertaken as part of the group's growth strategy.

Tsogo Sun has continued to allocate capital in terms of this strategy and accordingly has invested R1.3 billion during the period as follows:

– acquired an additional 8.7% effective interest in Tsogo Sun KwaZulu-Natal Proprietary Limited in May 2013 at a cost of R363 million with the resultant shareholding in Suncoast being 98.7%;

– completed the redevelopment of the Hemingways casino in East London;

– spent R87 million during the period on the R206 million expansion of the Emnotweni casino, which includes the construction of an expanded casino floor, additional gaming positions, additional covered parking, a conference and eventing area and restaurants. The project is expected to be completed by the end of November 2013;

– commenced construction of the US$30 million expansion of Southern Sun Maputo including the addition of 110 rooms and conference facilities, the expansion of the existing restaurant, lobby and back-of-house facilities and the refurbishment of the existing 158 rooms;

– completed the acquisition of a 75.5% stake in Ikoyi Hotels Limited in Lagos, Nigeria on 29 June 2013 for US$50.6 million and the re-financing of US$19.7 million debt in the business. The property was previously managed by the group on behalf of the third-party owners;

– acquired shares in various properties during the period for an aggregate R61 million;

– acquired additional effective interests from minorities and in associates in various cinemas and hotels during the period for an aggregate R40 million;

– commenced the expansion project at Blackrock casino including an additional 50 slot machines and three tables and an expansion of the Garden Court Blackrock hotel by an additional 40 rooms;

– commenced construction on the R560 million expansion and redevelopment of the Silverstar casino which includes additional dining options, an outdoor events area, cinemas, ten-pin bowling alley, laser tag games, an expanded and enhanced casino floor and parking; and

– commenced the R630 million refurbishment and expansion of the Gold Reef City casino and Theme Park which will include an increased casino offering, cinemas and additional restaurants at the casino and additional food and beverage outlets and improved access systems at the Theme Park with an improved linkage to the casino complex and an expansion of the Apartheid Museum.

In addition to these acquisitions and expansion projects, the group also invested over R400 million on maintenance capex group-wide ensuring our assets remain best in class.

Total income for the six months of R5.2 billion ended 9% above the prior period with a 6% growth in gaming win assisted by a 17% growth in hotel rooms revenue and a 21% growth in food and beverage revenue. Earnings before interest, income tax, depreciation, amortisation, property rentals, long-term incentives and exceptional items ("Ebitdar") at R2.0 billion for the period reflected a 9% increase on the prior six months.

The overall group Ebitdar margin of 38.2% is flat on the prior period. As previously reported, the underlying operations of the group remain highly geared towards the South African consumer (in gaming) and the corporate market (in hotels) with both sectors still experiencing difficult economic conditions and increased administered costs (electricity, water and property rates). The results for the year to date continue to reflect the growth potential of the group should these sectors of the South African economy continue to improve.

Gaming win grew by 6% for the six months ended 30 September 2013 over the prior period with growth in slots win at 3% and tables win growth at 14%.

Gauteng recorded provincial growth in gaming win of 4.1% for the six months ended 30 September 2013 over the prior period. Gaming win growth of 5.3% was achieved at Montecasino, 7.5% at Gold Reef City and 8.2% at Silverstar.

KwaZulu-Natal provincial gaming win grew by 3.4% for the six months ended 30 September 2013 over the prior period. Gaming win growth of 5.5% was achieved at Suncoast Casino and Entertainment World and 8.1% at Blackrock casino with Golden Horse casino flat on the prior period.

Mpumalanga reported growth in provincial gaming win of 5.3% for the six months ended 30 September 2013 over the prior period. The Ridge casino in Emalahleni and the Emnotweni casino in Nelspruit reported growth in gaming win of 4.7% and 2.1% respectively.

The Eastern Cape provincial gaming win grew by 8.4% for the six months ended 30 September 2013. Hemingways reported growth in gaming win of 7.2%.

The Western Cape reported growth in provincial gaming win of 5.1% for the six months ended 30 September 2013. The Caledon Casino, Hotel and Spa and Garden Route casino in Mossel Bay reported growth of 4.3% and 4.2% respectively while gaming win at Mykonos casino in Langebaan reduced by 1.3%.

The Goldfields casino in Welkom in the Free State experienced difficult conditions with growth in gaming win of 3.3% on the prior period.

Other Gaming division operations consisting of the Sandton Convention Centre, the StayEasy Century City hotel and head office costs reflected a net loss of R102 million, R12 million adverse to the prior period.

Overall revenue for the Gaming division increased 7% on the prior period to R4.0 billion. Ebitdar improved 6% to R1.6 billion at a margin of 39.8%, 0.4pp below the prior period.

The hotel industry in South Africa continues to experience a recovery from the dual impact of depressed demand and oversupply. Overall industry occupancies have improved to 58.8% (2012: 57.7%) for the six months ended 30 September 2013. As a result of the strong sales and distribution channels and the superior product and service quality available within the group, Tsogo Sun Hotels continues to achieve an occupancy and rate premium in the segments in which the group operates.

Trading for the group's South African hotels for the first six months has been more buoyant recording a system-wide revenue per available room ("RevPar") growth of 10% on the prior period due mainly to an increase in average room rates by 10% to R868 with occupancies largely unchanged at 62.5% (2012: 62.6%). Overall revenue for the South African Hotel division increased 11% on the prior period to R1.0 billion assisted by the inclusion of 54 on Bath and Southern Sun Hyde Park. Ebitdar improved 15% to R314 million at a margin of 31.1% (2012: 29.9%).

The Offshore division of hotels achieved total revenue for the six months ended 30 September 2013 of R256 million representing a 43% improvement on the prior period, driven by the acquisition of Southern Sun Ikoyi, effective from July 2013, and the weakening of the Rand against both the US$ and the Euro. Ebitdar (pre-foreign exchange gains) improved 63% to R75 million. The Rand weakness resulted in a R29 million (2012: R13 million) foreign exchange gain on the translation of offshore monetary items.

Combined South African and offshore hotel trading statistics, reflecting the Tsogo Sun group owned hotels and excluding hotels managed on behalf of third parties, are as follows:

	30 September 2013	30 September 2012
Occupancy (%)	**62.9**	63.6
Average room rate (R)	**869**	759
RevPar (R)	**546**	483
Rooms available ('000)	**1 940**	1 878
Rooms sold ('000)	**1 220**	1 195
Rooms revenue (Rm)	**1 060**	908

The increase in average room rate is positively impacted by the inclusion of Southern Sun Ikoyi from July 2013 and the effect of the Rand weakness on the offshore portfolio.

Operating expenses including employee costs but excluding exceptional items and long-term incentives for the six months ended 30 September 2013 increased by 9% on the prior period mainly due to non-organic growth in the business and increased offshore overheads as a result of the weakening of the Rand against both the US$ and the Euro offset by the foreign exchange gain on the translation of offshore monetary items and savings initiatives.

Property and equipment rentals for the six months ended 30 September 2013 at R135 million are 17% up on the prior period mainly due to contractual increases during the year to date and straight line lease provision adjustments. Amortisation and depreciation for the six months ended 30 September 2013 at R322 million is 3% below the prior period due to a reassessment of useful lives.

The long-term incentive expense for the six months ended 30 September 2013 at R85 million is R21 million above the prior period charge and reflects the effect of the increased long-term incentive liability (including dividend adjustments) due to the Tsogo Sun share price increasing to R25.85 at 30 September 2013.

Exceptional losses for the six months ended 30 September 2013 of R75 million relate mainly to property, plant and equipment and loan impairments, fair value adjustment to the value of an associate and transaction and retrenchments costs on the restructure of various departments in the business. Exceptional gains for the prior period of R1 million relate mainly to settlement fees on termination of the Dubai hotel management contracts net of goodwill, property, plant and equipment and loan and investment impairments and hotel pre-opening costs.

Net finance costs for the six months ended 30 September 2013 of R182 million are 15% below the prior period as the cash generated by the group has reduced steady-state borrowing levels despite the acquisitions during the year.

The effective tax rate for the six months ended 30 September 2013 at 28.1% is impacted by non-deductible expenditure such as casino building depreciation partially offset by non-taxable foreign exchange gains. The comparative effective tax rate of 28.8% is due to the non-taxable gains referred to above in addition to preference share dividends.

Profit attributable to non-controlling interests of R45 million for the six months ended 30 September 2013 are 22% below the prior period mainly due to the acquisition of a further 8.7% of Suncoast in May 2012 offset by the Southern Sun Ikoyi non-controlling interests from July 2013.

Group adjusted headline earnings for the six months ended 30 September 2013 at R0.9 billion are 20% above the prior period. The number of shares in issue is largely unchanged year-on-year and thus adjusted headline earnings per share increased by 20% to 81.3 cents per share.

Cash generated from operations for the six months ended 30 September 2013 reduced by 1% to R1.7 billion. Cash flows utilised for investment activities of R1.7 billion consisted mainly of maintenance capital expenditure and the acquisitions and investments described above.

Interest-bearing debt net of cash at 30 September 2013 totalled R4.9 billion, which is R1.3 billion above the 31 March 2013 balance of R3.6 billion, with R568 million paid in dividends to group and non-controlling shareholders in addition to the investment activities during the six months ended 30 September 2013.

PROSPECTS

The continued improvement in trading performance across the group's operations during the period remains encouraging. However, the ongoing sustainability of this growth is uncertain due to the inconsistent monthly results. Nevertheless, the group remains highly cash generative and continues to pursue significant opportunities to invest capital in its growth strategy.

Following the acquisition of the additional 8.7% effective interest in Tsogo Sun KwaZulu-Natal Proprietary Limited in May 2013 the group proceeded to acquire the remaining 1.3% of the shares for R37 million in terms of section 124 of the Companies Act, 71 of 2008 ("Companies Act"). The transaction was concluded on 31 October 2013 and Suncoast Casino and Entertainment World is now wholly owned.

The Mpumalanga Gaming board withdrew the previous request for proposal ("RFP") for the 4th licence in the province and have restarted the project with a new RFP. The group has not decided whether to rebid for this licence at this stage. The group is also exploring a variety of projects, including the expansion of the Suncoast casino and related entertainment facilities, as well as a number of potential acquisitions which are at various stages.

The potential to bid for the relocation of one of the smaller casinos in the Western Cape to the Cape Metropole remains an opportunity for the group, although the recent increase in provincial taxes in the Western Cape has made this a less attractive opportunity than before.

The ability to continue to pursue the group's investment strategy will depend on the final outcome and impact of the variety of proposed regulatory and tax changes considered by government and will require the successful interaction with various regulatory bodies including gaming boards, city councils, provincial authorities and national departments. The group continues to constructively engage with the various spheres of government in this regard.

DIVIDEND

The board of directors has declared an interim gross cash dividend of 29.0 (twenty-nine) cents per share. The dividend has been declared in South African currency and is payable to shareholders recorded in the register of the company at close of business on Friday, 13 December 2013. There are no STC credits. The number of ordinary shares in issue at the date of this declaration is 1 098 058 411 (excluding treasury shares). The dividend will be subject to a local dividend tax rate of 15%, which will result in a net dividend of 24.65 cents per share to those shareholders who are not exempt from paying dividend tax. The company's tax reference number is 9250039717.

In compliance with the requirements of Strate, the electronic and custody system used by the JSE, the following dates are applicable:

	2013
Last date to trade cum dividend	Friday, 6 December
Shares trade ex dividend	Monday, 9 December
Record date	Friday, 13 December
Payment date	Tuesday, 17 December

Share certificates may not be dematerialised or rematerialised during the period Monday, 9 December 2013 and Friday, 13 December 2013, both days inclusive. On Tuesday, 17 December 2013 the cash dividend will be electronically transferred to the bank accounts of all certificated shareholders where this facility is available. Where electronic fund transfer is not available or desired, cheques dated 17 December 2013 will be posted on that date. Shareholders who have dematerialised their share certificates will have their accounts at their CSDP or broker credited on Tuesday, 17 December 2013.

SUBSEQUENT EVENTS

The directors are not aware of any matter or circumstance arising since the end of the financial period, not otherwise dealt with within the financial statements, that would affect the operations or results of the group significantly.

PRESENTATION

Shareholders are advised that a presentation to various analysts and investors which provides additional analysis and information will be available on the group's website at www.tsogosun.com.

MN von Aulock
Chief Executive Officer

RB Huddy
Chief Financial Officer

21 November 2013

NOTES TO THE CONDENSED UNAUDITED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

1 BASIS OF PREPARATION

The unaudited condensed consolidated interim financial statements for the six months ended 30 September 2013 have been prepared in accordance with the recognition and measurement criteria of International Financial Reporting Standards ("IFRS"), the presentation and disclosure requirements of IAS 34 *Interim Financial Reporting*, the SAICA Financial Reporting Guides as issued by the Accounting Practices Committee and Financial Reporting Pronouncements as issued by Financial Reporting Standards Council, the Listings Requirements of the JSE Limited and the requirements of the Companies Act of South Africa. The accounting policies are consistent with IFRS as well as those applied in the most recent audited annual financial statements as at 31 March 2013 other than as described below. The condensed consolidated interim financial statements should be read in conjunction with the annual financial statements for the year ended 31 March 2013, which have been prepared in accordance with IFRS. This interim report has not been audited or reviewed by the company's auditors.

2 CHANGES IN ACCOUNTING POLICIES

An amendment to IAS 19 *Employee Benefits* requires service costs and net interest to be allocated to profit or loss, while all remeasurements are to be allocated to other comprehensive income. Previously the group allocated the adjustment to profit or loss by applying the corridor method allowed in IAS 19 which has subsequently been withdrawn. The 31 March 2013 comparative numbers in the balance sheet and 31 March 2012 comparative numbers in the statement of changes in equity have accordingly been restated. This change in accounting policy only affects these statements as the actuarial revaluation takes place annually due to the immateriality of the post retirement medical aid liability. The amount of the post retirement benefit was previously reported as R23 million and the effect of the restatement is a R10 million decrease to a liability of R13 million (included in non-current provisions in the balance sheet). The amount of non-current provisions and deferred tax at 31 March 2013 were previously reported as R513 million and R1 446 million, and have been restated to R503 million and R1 449 million respectively.

Previously IAS 16 *Property, Plant and Equipment* permitted spare parts and servicing equipment to be classified as inventory and the group previously classified all of its operating equipment as inventory. The impact of the amendment to IAS 16 required the group to perform an assessment on all operating equipment used by the casino and hotel operations to determine which items are used for more than one period and met the definition of property, plant and equipment. The amounts of property, plant and equipment and inventory was previously reported in the balance sheet as R9 004 million and R204 million, and have been restated to R9 123 million and R85 million respectively. Non-cash movements, increase in working capital and purchase of property, plant and equipment in the cash flow statement were previously reported as R540 million, R145 million and R526 million and have been restated to R548 million, R132 million and R540 million respectively.

The abovementioned changes in accounting policies have been applied retrospectively and have no impact on reported earnings or earnings per share.

3 BUSINESS COMBINATIONS

The following are the major business combinations concluded during the six months under review:

Acquisition of Hyde Park hotel

With effect from 17 May 2013, the group acquired the Southern Sun Hyde Park hotel, previously a managed property. The fair value of the consideration paid for the property is R132 million cash. An amount of R65 million was already transferred before the reporting date (on 1 September 2012 and accounted for under receivables) with the balance transferred once the sectional title scheme had been registered. Due to the provisional value of the net assets acquired equating to the consideration paid, no goodwill has arisen on this acquisition.

Acquisition of Ikoyi hotel

With effect from 29 June 2013, the acquisition of 75.5% of the shares of Ikoyi Hotels Limited, the company which owns the Southern Sun Ikoyi hotel, was concluded. The fair value of the consideration paid for the property is R505 million (US$50.6 million) cash.

CONDENSED UNAUDITED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

For the six months ended 30 September 2013

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NOTES TO THE CONDENSED UNAUDITED CONSOLIDATED INTERIM FINANCIAL STATEMENTS continued

3 BUSINESS COMBINATIONS continued

The fair valuations of the net assets acquired through the business combinations are still in progress and are expected to equate to the fair values of the considerations paid at the dates of acquisition, and therefore no provisional goodwill has arisen and no intangible assets have been identified on these acquisitions. The acquired businesses contributed incremental revenues of R68 million and adjusted earnings of R1 million to the group for the period from dates of control to 30 September 2013. Had the acquisitions occurred on 1 April 2013, group income would have increased by an additional R47 million and adjusted earnings would have increased by an additional R15 million. These amounts have been calculated using the group's accounting policies.

The provisional fair value of net assets acquired is as follows:

	2013 Rm
Hotel property, plant and equipment	946
Net liabilities	(145)
Total identifiable net assets acquired	801
Less: Non-controlling interests	(164)
Net assets acquired	637
Purchase considerations paid in cash	(637)
Provisional goodwill	–

4 TRANSACTIONS WITH MINORITIES

The following major transaction with non-controlling interests was concluded during the six months under review:

Share buy-back of additional Durban Add-Ventures Limited and Adventure World Management (Pty) Limited minorities

During the prior year an agreement was reached with 89% of the outstanding shareholders in Durban Add-Ventures Limited and 100% in Adventure World Management Proprietary Limited for the acquisition of the remaining outstanding 10% effective interest in Tsogo Sun KwaZulu-Natal Proprietary Limited. During May 2013 the transaction was implemented as a buy-back of shares, via a scheme of arrangement in Durban Add-Ventures Limited, in accordance with the Companies Act. An effective 8.7% was acquired at a cost of R363 million with the resultant shareholding in Tsogo Sun KwaZulu-Natal (Pty) Limited being 98.7%.

5 CAPITAL COMMITMENTS

The board has committed a total of R2.3 billion for maintenance and expansion capital items at its gaming and hotel properties. R563 million of the committed capital expenditure has been contracted for.

CONDENSED CONSOLIDATED INCOME STATEMENT

for the six months ended 30 September

	Change %	2013 Unaudited Rm	2012 Unaudited Rm
Net gaming win	6	3 364	3 186
Rooms revenue	17	1 060	908
Food and beverage revenue	21	489	403
Other revenue		311	293
Income	9	5 224	4 790
Gaming levies and Value Added Tax		(694)	(652)
Property and equipment rentals		(135)	(115)
Amortisation and depreciation		(322)	(332)
Employee costs		(1 400)	(1 185)
Other operating expenses		(1 265)	(1 166)
Operating profit	5	1 408	1 340
Interest income		10	31
Finance costs		(192)	(244)
Share of profit of associates and joint ventures		(3)	(1)
Profit before income tax	9	1 223	1 126
Income tax expense		(345)	(325)
Profit for the period	10	878	801
Profit attributable to:			
Equity holders of the company		833	743
Non-controlling interests		45	58
		878	801
Number of shares in issue (million)		1 098	1 097
Weighted number of shares in issue (million)		1 098	1 097
Basic and diluted earnings per share (cents)	12	75.9	67.7

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

for the six months ended 30 September

	2013 Unaudited Rm	2012 Unaudited Rm
Profit for the period	878	801
Other comprehensive income for the period, net of tax		
Items that may be reclassified subsequently to profit or loss:	113	(14)
Cash flow hedges	89	(57)
Currency translation adjustments	49	27
Income tax relating to items that may subsequently be reclassified	(25)	16
Total comprehensive income for the period	991	787
Total comprehensive income attributable to:		
Equity holders of the company	946	730
Non-controlling interests	45	57
	991	787

SUPPLEMENTARY INFORMATION

for the six months ended 30 September

	Change %	2013 Unaudited Rm	2012 Unaudited Rm
Reconciliation of earnings attributable to equity holders of the company to headline earnings and adjusted earnings[1]			
Earnings attributable to equity holders of the company		833	743
Gain on disposal of property, plant and equipment		–	(1)
Impairment of property, plant and equipment		7	9
Impairment of goodwill		–	16
Fair value loss on revaluation of previously held interest in associate		6	–
Headline earnings	10	846	767
Other exceptional items		47	(21)
Adjusted headline earnings	20	893	746
Number of shares in issue (million)		1 098	1 097
Weighted number of shares in issue (million)		1 098	1 097
Basic and diluted HEPS (cents)		77.0	69.9
Basic and diluted adjusted HEPS (cents)	20	81.3	68.0

[1] Net of tax and non-controlling interests

	Change %	2013 Unaudited Rm	2012 Unaudited Rm
Reconciliation of operating profit to Ebitdar			
Group Ebitdar pre-exceptional items is made up as follows:			
Operating profit		1 408	1 340
Add:			
Property rentals		107	94
Amortisation and depreciation		322	332
Long-term incentive expense		85	64
		1 922	1 830
Add/less: Exceptional losses/(profits)		75	(1)
Gain on disposal of property, plant and equipment		(1)	(1)
Impairment of property, plant and equipment		10	9
Impairment of goodwill		–	16
Fair value loss on revaluation of previously held interest in associate		6	–
Restructuring costs		45	–
Other adjustments		15	(25)
Ebitdar	9	1 997	1 829

CONDENSED CONSOLIDATED CASH FLOW STATEMENT

for the six months ended 30 September

	2013 Unaudited Rm	2012 Restated[1] Rm
Cash flows from operating activities		
Profit before interest and income tax	1 408	1 340
Non-cash movements	571	548[1]
Increase in working capital	(247)	(132)[1]
Cash generated from operations	1 732	1 756
Interest received	11	34
Finance costs	(211)	(248)
	1 532	1 542
Income tax paid	(400)	(413)
Dividends paid to shareholders	(560)	(439)
Dividends paid to non-controlling interests	(8)	(22)
Dividends received	3	3
Net cash generated from operations	567	671
Cash flows from investment activities		
Purchase of property, plant and equipment	(679)	(540)[1]
Proceeds from disposals of property, plant and equipment	3	3
Purchase of intangible assets	(8)	(3)
Purchase of investment property	(44)	(7)
Acquisition of subsidiaries, net of cash acquired	(513)	–
Acquisition of business	(67)	(20)
Other loans and investments made	(16)	(2)
Net cash utilised for investment activities	(1 324)	(569)
Cash flows from financing activities		
Borrowings raised	1 165	785
Borrowings repaid	(169)	(1 162)
Acquisition of non-controlling interests	(381)	–
Part settlement of contingent consideration for Millennium acquisition	–	(58)
Loan repayments to non-controlling interests	–	(2)
Decrease in amounts due by share scheme participants	4	1
Net cash generated by/(utilised in) financing activities	619	(436)
Net decrease in cash and cash equivalents	(138)	(334)
Cash and cash equivalents at beginning of period	750	1 443
Foreign currency translation	27	16
Cash and cash equivalents, net of overdrafts, at end of period	639	1 125

[1] Restated for changes in accounting policies – refer note 2

CONDENSED CONSOLIDATED BALANCE SHEET

as at

	30 September 2013 Unaudited Rm	31 March 2013 Restated Rm
ASSETS		
Non-current assets		
Property, plant and equipment	10 454	9 123[1]
Goodwill and other intangible assets	6 453	6 330
Investments in associates and joint ventures	147	171
Investment property	51	7
Non-current receivables	66	49
Derivative financial instruments	31	–
Deferred income tax assets	218	179
Amounts due by share scheme participants	27	30
	17 447	15 889
Current assets		
Inventories	90	85[1]
Trade and other receivables	516	633
Current income tax assets	94	73
Cash and cash equivalents	656	750
	1 356	1 541
Total assets	18 803	17 430
EQUITY		
Capital and reserves attributable to equity holders of the company		
Ordinary share capital and premium	4 769	4 768
Share-based payment reserve	3	3
Surplus arising on change in control in joint venture	130	130
Other reserves	(202)	(583)
Retained earnings	4 270	3 997[1]
Total shareholders' equity	8 970	8 315
Non-controlling interests	722	807
Total equity	9 692	9 122
LIABILITIES		
Non-current liabilities		
Interest-bearing borrowings	4 061	3 386
Derivative financial instruments	4	45
Deferred income tax liabilities	1 445	1 449[1]
Provisions and other liabilities	543	503[1]
	6 053	5 383
Current liabilities		
Interest-bearing borrowings	1 465	944
Derivative financial instruments	19	37
Trade and other payables	1 145	984
Current income tax liabilities	27	39
Provisions and other liabilities	402	921
	3 058	2 925
Total liabilities	9 111	8 308
Total equity and liabilities	18 803	17 430

[1] Restated for changes in accounting policies – refer note 2

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Attributable to equity holders of the company							
	Ordinary share capital and premium Rm	Share-based payment reserve Rm	Surplus arising on change in control in joint venture Rm	Other reserves Rm	Retained earnings Rm	Total Rm	Non-controlling interests Rm	Total equity Rm
Balance at 31 March 2012 as previously reported	4 754	3	130	(230)	3 063	7 720	727	8 447
Recognition of net interest and service costs as well as remeasurements of actuarial gains and losses due to amendments to IAS 19 *Employee Benefits*	–	–	–	–	8	8	–	8
Balance at 31 March 2012 (restated)	4 754	3	130	(230)	3 071	7 728	727	8 455
Total comprehensive income	–	–	–	(13)	743	730	57	787
Share options exercised	3	–	–	–	–	3	–	3
Recognition of share-based payments	–	1	–	–	–	1	–	1
Ordinary dividends	–	–	–	–	(439)	(439)	(22)	(461)
Balance at 30 September 2012 (restated)	4 757	4	130	(243)	3 375	8 023	762	8 785
Balance at 31 March 2013 as previously reported	4 768	3	130	(583)	3 990	8 308	807	9 115
Recognition of net interest and service costs as well as remeasurements of actuarial gains and losses due to amendments to IAS 19 *Employee Benefits*	–	–	–	–	7	7	–	7
Balance at 31 March 2013 (restated)	4 768	3	130	(583)	3 997	8 315	807	9 122
Total comprehensive income	–	–	–	113	833	946	45	991
Share options exercised	1	–	–	–	–	1	–	1
Non-controlling interests arising on business combinations	–	–	–	–	–	–	164	164
Transactions with non-controlling interests	–	–	–	268	–	268	(286)	(18)
Ordinary dividends	–	–	–	–	(560)	(560)	(8)	(568)
Balance at 30 September 2013 (unaudited)	4 769	3	130	(202)	4 270	8 970	722	9 692

SEGMENTAL ANALYSIS

for the six months ended 30 September

	Income		Ebitdar[1]		Ebitdar margin		Amortisation and depreciation	
	2013 Rm	2012 Rm	2013 Rm	2012 Rm	2013 %	2012 %	2013 Rm	2012 Rm
Montecasino	1 185	1 109	524	495	44.3	44.6	45	45
Suncoast	737	688	344	324	46.7	47.1	54	53
Gold Reef City	639	597	251	231	39.3	38.7	36	42
Silverstar	316	292	127	113	40.2	38.8	24	27
The Ridge	204	193	96	91	47.1	47.4	13	13
Hemingways	166	145	66	59	39.9	40.9	19	9
Emnotweni	163	157	72	71	44.4	45.1	7	9
Golden Horse	158	151	73	74	46.3	48.9	16	16
Garden Route	82	76	35	31	42.2	41.2	7	8
Goldfields	72	67	30	30	41.1	44.8	5	6
Blackrock	70	66	27	25	38.9	37.7	4	4
The Caledon	65	62	16	14	24.0	22.6	3	4
Mykonos	62	62	25	26	40.0	42.2	4	5
Other gaming operations	59	53	(102)	(90)			5	5
Total gaming operations	3 978	3 718	1 584	1 494	39.8	40.2	242	246
South African hotels division[2]	1 010	910	314	272	31.1	29.9	67	78
Offshore hotels division	256	179	104	59	40.6	33.0	12	7
Pre-foreign exchange gains			*75*	*46*	*29.3*	*25.7*		
Foreign exchange gains			*29*	*13*				
Corporate	(20)	(17)	(5)	4			1	1
Group	5 224	4 790	1 997	1 829	38.2	38.2	322	332

[1] All casino units are reported pre-internal gaming management fees.
[2] Includes R23 million (2012: R19 million) intergroup management fees.

DIRECTORS: JA Copelyn (Chairman)* JA Mabuza (Deputy Chairman)* MN von Aulock (Chief Executive Officer) RB Huddy (Chief Financial Officer) MJA Golding* EAG Mackay* VE Mphande* JG Ngcobo** Y Shaik** RG Tomlinson (Lead Independent)** JS Wilson*† MI Wyman*† (*Non-executive Director **Independent Director †British)

COMPANY SECRETARY: GD Tyrrell

REGISTERED OFFICE: Palazzo Towers East, Montecasino Boulevard, Fourways, 2055 (Private Bag X200, Bryanston, 2021)

TRANSFER SECRETARIES: Link Market Services South Africa Proprietary Limited, 13th Floor, Rennie House, 19 Ameshoff Street, Braamfontein, 2001 (PO Box 4844, Johannesburg, 2000)

SPONSOR: Deutsche Securities (SA) Proprietary Limited, 3 Exchange Square, 87 Maude Street, Sandton, 2196 (Private Bag X9933, Sandton, 2146)