

Libstar Holdings Limited

(Incorporated in the Republic of South Africa)

(Registration number 2014/032444/06)

(JSE share code: LBR)

(ISIN: ZAE000250239)

("Libstar" or the "company" or the "group")

RESULTS FOR THE YEAR ENDED 31 DECEMBER 2018 AND CASH DIVIDEND DECLARATION

	Year ended	Year ended
	31 December	31 December
	2018	2017
	R'000	R'000
Profit before tax	349 783	367 154

The earnings and weighted average number of ordinary shares used in the calculation of basic earnings per share are as follows:

Earnings used in the calculation of basic earnings per share	222 224	188 354
From continuing operations	234 847	231 637

From discontinued operations	(12 623)	(43 283)
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Weighted average number of ordinary shares for the purposes of basic

earnings per share ('000)	566 445	468 189
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Basic earnings per share in cents

From continuing operations	41	49
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From discontinued operations	(2)	(9)
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From continuing and discontinued operations	39	40
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To arrive at Normalised EPS, the after-tax earnings from continuing operations is adjusted for the after-tax impact the following:

Profit for the year from continuing operations	234 847	231 637
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Normalised for:	147 176	123 407
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Amortisation of customer contracts	101 406	94 670
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Due diligence costs	3 319	4 428
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Provision for share appreciation rights	(9 510)	19 195
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Fair value adjustments to put options		(1 436)
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Government Grants	(46)	(256)
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IPO costs	5 007	22 583
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Retrenchment costs	5 076	10 939
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Securities transfer tax	66	275
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Straight lining of operating leases	2 659	(330)
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Strategic advisory fees	43	2 291	
Impairment	401		
Donation	6 000		
Unrealised forex gains/losses	32 755	(28 952)	
Normalised earnings used in the calculation of basic earnings per share		382 023	355 044
Weighted average number of ordinary shares for the purposes of basic earnings per share ('000)	566 445	468 189	
Normalised basic earnings per share in cents		67	76

Diluted earnings per share

There are no convertible shares, share options, warrants or any other instruments in issue that have a potential dilutive effect on the earnings per share.

8. Headline earnings per share

Year ended	Year ended
31 December	31 December
2018	2017
R'000	R'000

The headline earnings used in the calculation of headline earnings per share are as follows:

2018	Gross	Net of tax
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Basic earnings from continuing operations		234 847	234 847	
Adjustments	45 121	32 662		
Impairment of brands	42 000	30 240		
Loss on disposal of property, plant and equipment		3 121	2 422	
Headline earnings from continuing operations		279 968	267 509	
2017	Gross	Net of tax		
Basic earnings from continuing operations		231 637	231 637	
Adjustments	50 959	50 744		
Impairment of goodwill	50 000	50 000		
Gain on disposal of property, plant and equipment		959	744	
Headline earnings from continuing operations		282 596	282 381	
Basic earnings from discontinued operations		(12 623)	(43 283)	
Adjustments (net of tax)	5 064	28 659		
Loss on disposal of property, plant and equipment and customer contracts			5 064	5
825				
Impairment of customer contracts		-	5 990	
Impairment of goodwill		-	16 844	
Headline earnings from discontinued operations		(7 559)	(14 624)	

Headline earnings from continuing and discontinued operations	259 950	267 757
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Headline earnings per share in cents

From continuing operations	47	60
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From discontinued operations	(1)	(3)
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From continuing and discontinued operations	46	57
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Year ended	Year ended
31 December	31 December
2018	2017
R'000	R'000

To arrive at normalised HEPS, the Normalised EPS is adjusted for the
after-tax impact of the below:

Normalised basic earnings from continuing operations	382 023	355 044
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Adjusted for:	32 674	50 744
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Impairment losses on goodwill and customer relationships	30 240	50 000
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Loss on disposal of PPE	2 434	744
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Normalised headline earnings from continuing operations	414 697	405 787
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CORPORATE INFORMATION

Address

1st Floor, 62 Hume Road, Dunkeld,
Johannesburg, 2196, South Africa
(PO Box 630, Northlands, 2116)

Website

<http://www.libstar.co.za>

Directors

Wendy Yvonne Luhabe (Chairperson)

Johannes Petrus (JP) Landman (Lead independent non-executive director)

Sibongile Masinga (Independent non-executive director)

Wahid Suleiman Hamid (Non-executive director)

Sandeep Khanna (Independent non-executive director)

Andries Vlok van Rensburg (CEO)

Robin Walter Smith (CFO)

Company Secretary

Solach Pather

1st Floor, 62 Hume Road, Dunkeld,

Johannesburg, 2196, South Africa

(PO Box 630, Northlands, 2116)

Sponsor

The Standard Bank of South Africa Limited

30 Baker Street, Rosebank,

Johannesburg, 2196, South Africa

(PO Box 61344, Marshalltown, 2107)

Auditors

Moore Stephens Cape Town Inc

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and Koeberg Road, Paarden Eiland,

Cape Town, 7405, South Africa

(PO Box 1955 Cape Town, 8000)

Transfer secretaries

Computershare Investor Services Proprietary Limited

Rosebank Towers, 15 Biermann Avenue,

Rosebank, Johannesburg, 2196, South Africa

(PO Box 61051, Marshalltown, Johannesburg, 2107)

<https://senspdf.jse.co.za/cts/2019/jse/isse/lbre/Libstar.pdf>