



BUSINESS/PARTNERS
Investing in entrepreneurs

FINANCIAL SUMMARY

FOR THE YEAR ENDED 31 MARCH 2019

Consolidated and separate statement of financial position

as at 31 March

	GROUP		COMPANY	
	2019 R000	2018 R000	2019 R000	2018 R000
Assets				
Non-current assets	4 657 664	4 546 806	3 847 569	3 726 542
Deferred tax asset	133 306	108 691	125 154	103 573
Property and equipment	97 083	97 311	3 949	2 964
Investment properties	1 519 679	1 478 948	897 081	853 496
Loans and receivables	2 496 989	2 477 568	2 497 347	2 477 556
Investments in associates	112 363	123 267	1 466	919
Investments in subsidiaries			8	8
Loans to subsidiaries			24 324	27 010
Other Investments	75 686	56 968	75 682	56 963
Assets held for resale	34 978	29 708	34 978	29 708
Defined benefit pension fund surplus	187 580	174 345	187 580	174 345
Current assets	544 930	569 931	923 634	952 993
Loans to subsidiaries			411 341	415 446
Loans and receivables	443 975	478 457	443 617	478 457
Accounts receivable	52 697	43 349	37 109	27 574
Cash and cash equivalents	48 258	48 125	31 567	31 516
Total assets	5 202 594	5 116 737	4 771 203	4 679 535
Equity and liabilities				
Capital and reserves attributable to equity holders of the parent	3 498 667	3 360 822	3 115 209	2 985 751
Share capital	173 001	173 001	173 001	173 001
Fair value and other reserves	83 362	66 420	77 311	61 359
Retained earnings	3 242 304	3 121 401	2 864 897	2 751 391
Non-controlling shareholders' interest	337	(141)		
Total equity	3 499 004	3 360 681	3 115 209	2 985 751
Non-current liabilities	1 490 480	1 466 125	1 465 776	1 437 131
Deferred tax liability	254 665	233 953	229 961	204 959
Borrowings	1 148 102	1 137 493	1 148 102	1 137 493
Post-employment medical benefits	87 713	94 679	87 713	94 679
Current liabilities	213 110	289 931	190 218	256 653
Shareholders for dividend	1 925	1 449	1 925	1 449
Borrowings	82 195	101 965	82 195	101 965
Accounts payable	77 060	72 081	42 751	33 136
Provisions	46 604	47 316	43 652	44 887
Current income tax liability	4 060	6 353	3 926	4 713
Loan from subsidiaries			15 769	12 515
Bank overdraft	1 266	60 767	-	57 988
Total liabilities	1 703 590	1 756 056	1 655 994	1 693 784
Total equity and liabilities	5 202 594	5 116 737	4 771 203	4 679 535

Consolidated and separate statement of comprehensive income

for the year ended 31 March

	GROUP		COMPANY	
	2019 R000	2018 R000	2019 R000	2018 R000
Net interest income	298 247	299 452	299 987	301 575
Interest income	406 659	405 123	408 399	407 213
Interest expense	(108 412)	(105 671)	(108 412)	(105 638)
Fee revenue	2 018	12 875	2 016	12 860
Investment income and gains	113 330	120 221	159 561	87 605
Net property revenue	158 730	146 611	102 623	97 083
Property revenue	284 558	263 953	176 882	169 471
Property expenses	(125 828)	(117 342)	(74 259)	(72 388)
Management and service fee income	30 693	30 385	15 452	14 164
Other income	6 658	6 249	3 806	3 284
Total income	609 676	615 793	583 445	516 571
Net credit losses	(51 618)	(76 346)	(51 690)	(76 440)
Staff costs	(177 401)	(173 958)	(160 827)	(158 967)
Other operating expenses	(93 521)	(71 643)	(106 645)	(76 149)
Profit before taxation	287 136	293 846	264 283	205 015
Income tax expense	(74 255)	(75 459)	(59 272)	(47 539)
Profit for the year	212 881	218 387	205 011	157 476
Other comprehensive income after tax:				
Items that will not be reclassified to profit or loss				
Remeasurement of defined benefit pension fund	(397)	(1 438)	(397)	(1 438)
Gross Amount	(551)	(1 997)	(551)	(1 997)
Tax effect	154	559	154	559
Remeasurement of post-employment medical benefits	7 836	2 273	7 836	2 273
Gross Amount	10 883	3 157	10 883	3 157
Tax effect	(3 047)	(884)	(3 047)	(884)
Remeasurement of post-employment benefits	7 439	835	7 439	835
Fair value adjustment on financial assets held through other comprehensive income	(2 175)	-	(2 175)	-
Gross Amount	(2 803)	-	(2 803)	-
Tax effect	628	-	628	-
Foreign currency translation reserve movement	9 916	-	10 688	-
Gross Amount	13 001	-	13 773	-
Tax effect	(3 085)	-	(3 085)	-
Share of associates' other comprehensive income	1 762	-	-	-
Sale of investments held at fair value through other comprehensive income	(53)	-	(53)	-
	16 889	835	15 899	835
Items that may be subsequently reclassified to profit or loss				
Fair value adjustment on financial assets held through other comprehensive income	-	7 031	-	7 031
Gross Amount	-	9 060	-	9 060
Tax effect	-	(2 029)	-	(2 029)
Foreign currency translation reserve movement	-	(5 062)	-	(5 725)
Gross Amount	-	(6 715)	-	(7 378)
Tax effect	-	1 653	-	1 653
Share of associates' other comprehensive income	-	(1 302)	-	-
	-	667	-	1 306
Other comprehensive income for the year	16 889	1 502	15 899	2 141
Total comprehensive income for the year	229 770	219 889	220 910	159 617
Profit attributable to:				
Equity holders of Business Partners Limited	212 403	218 387	205 011	157 476
Non-controlling interests	478	-	-	-
	212 881	218 387	205 011	157 476
Total comprehensive income attributable to:				
Equity holders of Business Partners Limited	229 292	219 889	220 910	159 617
Non-controlling interests	478	-	-	-
	229 770	219 889	220 910	159 617
Earnings per share				
Basic earnings per share (cents)	122.8	126.2	-	-
Headline earnings per share (cents)	87.9	87.6	-	-

Consolidated and separate statement of changes in equity

for the year ended 31 March

ATTRIBUTABLE TO EQUITY HOLDERS OF THE PARENT

	Share capital R000	Fair value & other reserves R000	Retained earnings R000	Non-controlling interest	Total R000
Group					
Balance at 1 April 2017	173 001	64 918	2 939 694	(141)	3 177 472
Total comprehensive income for the year		1 502	218 387	-	219 889
Net profit			218 387	-	218 387
Other comprehensive income		1 502	-		1 502
Dividend			(36 680)		(36 680)
Balance at 31 March 2018	173 001	66 420	3 121 401	(141)	3 360 681
Balance at 1 April 2018	173 001	66 420	3 121 401	(141)	3 360 681
IFRS 9 transitional adjustment*			(40 002)		(40 002)
Effective interest rate adjustment**			(13 385)		(13 385)
Balance at 1 April 2018 (restated)	173 001	66 420	3 068 014	(141)	3 307 294
Total comprehensive income for the year		16 942	212 350	478	229 770
Net profit			212 403	478	212 881
Other comprehensive income		16 942	(53)		16 889
Dividend			(38 060)	-	(38 060)
Balance at 31 March 2019	173 001	83 362	3 242 304	337	3 499 004
Company					
Balance at 1 April 2017	173 001	59 218	2 630 245		2 862 464
Total comprehensive income for the year		2 141	157 476		159 617
Net profit			157 476		157 476
Other comprehensive income		2 141			2 141
Dividend			(36 330)		(36 330)
Balance at 31 March 2018	173 001	61 359	2 751 391		2 985 751
Balance at 1 April 2018	173 001	61 359	2 751 391		2 985 751
IFRS 9 transitional adjustment*			(40 007)		(40 007)
Effective interest rate adjustment**			(13 385)		(13 385)
Balance at 1 April 2018 (restated)	173 001	61 359	2 697 999		2 932 359
Total comprehensive income for the year		15 952	204 958		220 910
Net profit			205 011		205 011
Other comprehensive income		15 952	(53)		15 899
Dividend			(38 060)		(38 060)
Balance at 31 March 2019	173 001	77 311	2 864 897		3 115 209

* In the current year, the Group adopted IFRS 9 and as a consequence, opening retained earnings was adjusted. This adjustment has been made in order to recognise the difference between the carrying amount disclosed at 31 March 2018 (under IAS 39) and the recalculated carrying amount (under IFRS 9).

** In the current year, it was determined that the decision applied under IAS 39 and IAS 18 to recognise contract fees (other than admin fees) upfront was no longer appropriate. Therefore, the Group changed the recognition of these fees, comprised mainly of initiation (due diligence) fees from upfront recognition in fee revenue to amortisation in interest income, using the effective interest rate method.

Consolidated and separate cash flow statement

for the year ended 31 March

	GROUP		COMPANY	
	2019 R000	2018 R000	2019 R000	2018 R000
Cash flow from operating activities				
Profit before taxation	287 136	293 846	264 283	205 015
Non-cash adjustments	(25 709)	(26 247)	(72 208)	16 052
Dividends received	(6)	(353)	(2 197)	(12 056)
Net interest income per income statement	(298 247)	(299 452)	(299 987)	(301 575)
Net interest received in cash	233 251	256 588	233 250	256 619
Other movements in assets and liabilities	(15 533)	(40 108)	(11 608)	(43 005)
Cash generated from operating activities before credit extension	180 892	184 274	111 533	121 050
Net inflow from borrowed funds	15 337	83 518	15 337	83 518
• Utilisation of long term borrowings	100 000	135 850	100 000	135 850
• Repayment of short term portion of long term borrowings	(84 663)	(52 332)	(84 663)	(52 332)
Net outflow on loans and receivables	(125 354)	(262 933)	(120 258)	(262 388)
• Loans and receivables advanced	(722 924)	(754 977)	(722 924)	(754 977)
• Loans and receivables repaid	579 136	468 947	584 312	469 609
• Cash recoveries on loans and receivables written off	18 434	23 097	18 354	22 980
Cash generated from/(utilised in) operating activities after credit extension	70 875	4 859	6 612	(57 820)
Taxation paid	(60 245)	(58 302)	(41 226)	(41 408)
Net cash flow generated from/(utilised in) operating activities	10 630	(53 443)	(34 614)	(99 228)
Cash flow from investing activities				
Capital investment in				
• Investment properties	(31 652)	(83 520)	-	(6 900)
• Property and equipment	(2 926)	(3 439)	(2 713)	(2 234)
Proceeds from sale of				
• Investment properties	28 463	33 876	28 463	33 876
• Property and equipment	38	57	38	57
Interest received from other investments	4 934	7 927	4 346	7 353
Loans from/to subsidiaries			12 372	(30 208)
Proceeds from sale of investments in associates	85 534	21 588	85 534	21 588
Dividends received from investments in associates	2 197	11 707	2 197	11 707
Net cash generated from / (utilised in) investing activities	86 588	(11 804)	130 237	35 239
Cash flow from financing activities				
Dividends paid	(37 584)	(36 170)	(37 584)	(35 820)
Net cash flow utilised in financing activities	(37 584)	(36 170)	(37 584)	(35 820)
Movement in cash and cash equivalents	59 634	(101 417)	58 039	(99 809)
Cash and cash equivalents at beginning of year	(12 642)	88 775	(26 472)	73 337
Cash and cash equivalents at end of year	46 992	(12 642)	31 567	(26 472)

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