

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS OF UCP FOR THE ROLLING 12-MONTH PERIOD ENDED 31 DECEMBER 2019

The *pro forma* financial information of UCP for the 12-month period ended 31 December 2019 is set out below. The *pro forma* information has been prepared for illustrative purposes only. Due to its nature, the *pro forma* financial information may not fairly present UCP's statement of profit or loss after the implementation of the Scheme. The *pro forma* financial information is presented in a manner that is consistent with the accounting policies of UCP.

The *pro forma* financial information set out below, should be read in conjunction with the report of the Independent Reporting Accountants, which is included as **Annexure 4** to this Circular.

The directors of UCP are responsible for the preparation of the *pro forma* financial information.

INCOME STATEMENT AND OTHER COMPREHENSIVE INCOME

	GROUP			<i>Pro forma</i> rolling 12 months ended 31 December 2019 R'000
	Restated Unaudited year ended 30 June 2019 R'000	Unaudited six months 31 December 2019 R'000	Restated Unaudited six months 31 December 2018 R'000	
Revenue	271 301	177 291	100 928	347 664
Cost of sales	(299 283)	(199 099)	(155 712)	(342 670)
Gross profit	(27 982)	(21 808)	(54 784)	4 994
Other income	769	374	523	620
Administrative expenses	(56 302)	(22 109)	(30 446)	(47 965)
(Loss)/profit from operations	(83 515)	(43 543)	(84 707)	(42 351)
Net profit on disposal of assets	–	86	–	86
Amortisation of mineral right	(1 490)	(5 783)	(2 210)	(5 063)
Recovery of unaccounted funds	11 000	2 964	11 000	2 964
Impairment of other receivable	(210)	–	(750)	540
Reversal of impairment of other receivable	–	1 836	–	1 836
Net impairment of trade receivables	(20)	–	–	(20)
Net impairment of plant	(10 033)	–	10 000	(20 033)
Reversal of impairment of mineral right	345 374	–	345 374	–
Operating profit/(loss)	261 106	(44 440)	278 707	(62 041)
Finance expense	(45 885)	(27 743)	(28 081)	(45 547)
Finance income	505	23	76	452
Profit/(loss) before income tax	215 726	(72 160)	250 702	(107 136)
Income tax expense	(207)	47	–	(160)
Profit/(loss) for the period from continuing operations	215 519	(72 113)	250 702	(107 296)
Discontinued operations				
Profit/(loss) for the period from discontinued operations	36 584	(22 842)	48 703	(34 961)
Profit/(loss) for the period	252 103	(94 955)	299 405	(142 257)

	GROUP			Pro forma rolling 12 months ended 31 December 2019 R'000
	Restated Unaudited year ended 30 June 2019 R'000	Unaudited six months 31 December 2019 R'000	Restated Unaudited six months 31 December 2018 R'000	
Attributable to:				
Owners of the parent	161 292	(81 135)	196 036	(115 879)
Continuing operations	125 852	(55 699)	147 333	(77 180)
Discontinued operations	35 440	(25 436)	48 703	(38 699)
Non-controlling interest	90 811	(13 820)	103 369	(26 378)
Continuing operations	89 667	(16 414)	103 369	(30 116)
Discontinued operations	1 144	2 594	–	3 738
	252 103	(94 955)	299 405	(142 257)
Weighted basic and diluted earnings/(loss) per share (cents)				
Continuing operations	10.83	(4.79)	12.68	(6.64)
Discontinued operations	3.05	(2.19)	4.19	(3.33)
Basic and diluted earnings/(loss) per share	13.88	(6.98)	16.87	(9.97)
Shares in issue at end of the period excluding treasury shares ('000)	1 162 010	1 162 010	1 162 010	1 162 010
Weighted average shares in issue at the end of the period excluding treasury shares ('000)	1 162 010	1 162 010	1 162 010	1 162 010
Profit/(loss) for the period	252 103	(94 955)	299 405	(142 257)
Other comprehensive income/(loss)				
Items that will be subsequently reclassified to profit or loss				
Foreign currency translation differences for foreign operations	(4 367)	625	(656)	(3 086)
Other comprehensive (loss)/income for the period, net of income tax	(4 367)	625	(656)	(3 086)
Total comprehensive profit/(loss) for the period	247 736	(94 330)	298 749	(145 343)
Attributable to:				
Owners of the parent	156 925	(80 510)	195 380	(118 965)
Continuing operations	121 485	(55 074)	146 677	(80 266)
Discontinued operations	35 440	(25 436)	48 703	(38 699)
Non-controlling interest	90 811	(13 820)	103 369	(26 378)
Continuing operations	89 667	(16 414)	103 369	(30 116)
Discontinued operations	1 144	2 594	–	3 738
	247 736	(94 330)	298 749	(145 343)

HEADLINE EARNINGS RECONCILIATION

	GROUP			<i>Pro forma</i> rolling 12 months ended 31 December 2019 R'000
	Restated Unaudited year ended 30 June 2019 R'000	Unaudited six months 31 December 2019 R'000	Restated Unaudited six months 31 December 2018 R'000	
<i>Continuing operations</i>				
Net profit/(loss) for the year attributable to the equity holders of the parent:	125 852	(55 699)	147 333	(77 180)
Net profit on disposal of plant and equipment	–	(86)	–	(86)
Impairment of stripping asset held-for-sale	20 033	–	–	20 033
Reversal of impairment of mineral right	(345 374)	–	(345 374)	–
Reversal of impairment of plant	(10 000)	–	(10 000)	–
Total non-controlling interest effects of adjustments	134 136	–	142 149	(8 013)
Earnings used in the calculation of headline earnings per share	(75 353)	(55 785)	(65 892)	(65 246)
<i>Weighted headline and diluted headline loss per share (cents)</i>	<i>(6.48)</i>	<i>(4.80)</i>	<i>(5.67)</i>	<i>(5.61)</i>
<i>Discontinuing operations</i>				
Net profit/(loss) for the year attributable to the equity holders of the parent:	35 440	(25 436)	48 703	(38 699)
Impairment of goodwill	–	19 687	–	19 687
Net (loss)/profit on disposal of plant and equipment	1 276	(239)	(240)	1 277
Compensation from third parties for items of plant and equipment that were destroyed	(643)	(1 111)	–	(1 754)
Scrapping of assets	1 466	893	–	2 359
Gain on bargain purchase	(620)	–	–	(620)
<i>Tax effect on the above adjustments</i>	<i>(59)</i>	<i>(9)</i>	<i>–</i>	<i>(68)</i>
Total non-controlling interest effects of adjustments	142	(9 347)	–	(9 205)
Earnings used in the calculation of headline earnings per share	37 002	(15 562)	48 463	(27 023)
<i>Weighted headline and diluted headline earnings/(loss) per share (cents)</i>	<i>3.18</i>	<i>(1.34)</i>	<i>4.17</i>	<i>(2.33)</i>
<i>Group</i>				
Net profit/(loss) for the year attributable to the equity holders of the parent:	161 292	(81 135)	196 036	(115 879)
Impairment of goodwill	–	19 687	–	19 687
Net (loss)/profit on disposal of plant and equipment	1 276	(325)	(240)	1 191
Compensation from third parties for items of plant and equipment that were destroyed	(643)	(1 111)	–	(1 754)
Scrapping of assets	1 466	893	–	2 359
Gain on bargain purchase	(620)	–	–	(620)
<i>Tax effect on the above adjustments</i>	<i>(59)</i>	<i>(9)</i>	<i>–</i>	<i>(68)</i>
Impairment of stripping asset held-for-sale	20 033	–	–	20 033
Reversal of impairment of mineral right	(345 374)	–	(345 374)	–
Reversal of impairment of plant	(10 000)	–	(10 000)	–
Total non-controlling interest effects of adjustments	134 278	(9 347)	142 149	(17 218)

	GROUP			Pro forma rolling 12 months ended 31 December 2019 R'000
	Restated Unaudited year ended 30 June 2019 R'000	Unaudited six months 31 December 2019 R'000	Restated Unaudited six months 31 December 2018 R'000	
Earnings used in the calculation of headline earnings per share	(38 351)	(71 347)	(17 429)	(92 269)
<i>Weighted headline and diluted headline loss per share (cents)</i>	(3.30)	(6.14)	(1.50)	(7.94)
<i>Weighted headline and diluted headline loss per share (cents)</i>				
Continuing operations	(6.48)	(4.80)	(5.67)	(5.61)
Discontinuing operations	3.18	(1.34)	4.17	(2.33)
Group	(3.30)	(6.14)	(1.50)	(7.94)
<i>Weighted basic and diluted earnings/(loss) per share (cents)</i>				
Continuing operations	10.83	(4.79)	12.68	(6.64)
Discontinuing operations	3.05	(2.19)	4.19	(3.33)
Group	13.88	(6.98)	16.87	(9.97)

Notes and assumptions:

1. The *pro forma* rolling 12 months ended 31 December 2019 column was constituted from the first three columns, thus representing UCP's unaudited results for the 12-month period ended 31 December 2019