

# AGRIBEL



UNAUDITED **CONDENSED**  
ANNUAL REPORT

# 2022

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# INTRODUCTION AND SCOPE OF THE REPORT

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The Agribel Holdings Limited ("Agribel") board is pleased to present the unaudited condensed annual report of the Agribel Group for the year ended 30 April 2022. This report should be read together with the complete annual financial statements on the Senwes website. An independent audit of the group's annual financial statements was performed by Ernst & Young Inc.

Agribel, as an investment holding company, is the majority shareholder of Senwes Limited ("Senwes"). Corporate governance, operational review and sustainability reports are not disclosed in the Agribel condensed annual report. These reports are disclosed in detail by Senwes. Refer to the Senwes website, [www.senwes.co.za](http://www.senwes.co.za), for these reports.

This report reflects the events of the year ended 30 April 2022 and makes relevant comparisons to prior periods.

## REPORTING PRINCIPLES

Where applicable, the information provided complies with International Financial Reporting Standards (IFRS) and the South African Companies Act no. 71 of 2008. The accounting policies adopted by the group for the current year are consistent with the policies followed in the preparation of the group's annual financial statements for the previous financial year, except where accounting standards changed and/or have been updated.

The information contained in this report has not been subjected to an independent audit or review and has been derived at on the basis of internal records and information in the public domain under supervision of D Bester, CA (SA).

BOARD OF  
DIRECTORS



**NDP (NICO) LIEBENBERG**

**CHAIRMAN**

Director since August 2008

Qualifications: B.Com (Hons),

M. Sustainable Agriculture

Member of Agribel Audit Committee

Membership of Senwes board committees: Remuneration (Chairman), Nomination and Investment



**JJ (JACO) MINNAAR**

**VICE-CHAIRMAN**

Director since August 2011

Qualifications: B.Eng (Agriculture)

Membership of Senwes board committees:

Audit, Remuneration and Risk



**AJ (DRIES) KRUGER**

Director since October 2007

Qualifications: B.Compt (Hons), CA (SA)

Chairman of Agribel Audit Committee

Membership of Senwes board committees: Audit and Investment



**GL (GERT) MALHERBE**

Director since October 2020

Qualifications: B.Agric

Membership of Senwes board committees:

Risk, Social and Ethics



**JDM (DANIE) MINNAAR**

Director since September 1999  
Qualifications: B.Com (Economics)  
Member of Agribel Audit Committee  
Membership of Senwes board committees:  
Senwes Board (Chairman), Nomination (Chairman),  
Investment and ex officio-member of all Senwes  
board committees



**JJ (HANSIE) VILJOEN**

Director since October 2020  
Qualifications: B.Agric  
Membership of Senwes board committees:  
Risk, Social and Ethics



**WH (THABO) VAN ZYL**

Director since August 2012  
Qualifications: B.Sc Agric  
(Agricultural Economics)  
Membership of Senwes board committees:  
Remuneration and Risk



**AE (ALWYN) SCHOLTZ**

### **COMPANY SECRETARY**

Company Secretary since  
September 2010  
Qualifications: B.Com (Law), LLB  
Admitted attorney and conveyancer of the High Court

CHAIRMAN'S REPORT  
FOR THE AGRIBEL GROUP



NDP (NICO) LIEBENBERG

CHAIRMAN



## DEAR SHAREHOLDER

The past year was once again eventful. Unrest and looting, Covid which ran its course, local elections, the conflict in the Ukraine with the concomitant disruption of the world economy and global inflation.

However, everything was not adversity. The Senwes Group area of operation was blessed with a good agricultural year. In addition, commodity prices remained high, which left agriculture in one of the best positions ever.

As a result the Senwes Group performed exceptionally well and it is a privilege to refer you to the financial statements of Senwes Limited and the chairman's report of Mr Danie Minnaar contained therein. As majority shareholder of Senwes, we wish to thank the Senwes management and personnel, without whom this performance would not have been possible.

Agribel also experienced a number of highlights throughout the year. The loan from Grindrod Bank, that was utilised to obtain the shares of Grindrod Limited in Senwes, was successfully converted to preference shares. Agribel finalised a successful scrip dividend offer to shareholders in January 2022, with shareholders owning 46% of the total ordinary share capital electing to receive the dividend in the form of shares at a total amount of R14 498 658. Agribel therefore issued 2 416 443 new shares, which increased the total issued ordinary shares to 128 243 980. Agribel also managed to sell 1 572 594 Senwes shares at an average price of R16,28 per share during the Senwes share buy-back programme, which resulted in cash generated amounting to R25 609 098, (Agribel now holds 132 878 154 shares in Senwes which constitutes 73,5% of the total issued share capital of Senwes). Agribel is therefore, together with the dividends received from Senwes, in a position to declare a generous dividend to shareholders as well as successfully manage its obligations towards its financiers.

### The following financial highlights are proudly reported:

- Profit after tax for the Agribel Group amounts to R635 million, compared to R566 million in the previous year.
- Profit attributable to the equity owners amounts to R437 million, compared to the previous year of R285 million. The increase in 2022 is due to the increased profit from the Senwes group as well as the additional shares acquired from Grindrod, which were held for the full year, while the shares were only held from March in the previous year.
- Earnings per share increased to 352,2 cents per share, from 237,9 cents per share in the previous year.
- Normalised earnings amounts to 407,8 cents per share, compared to 185,3 cents per share in 2021.

We are sad to take leave of Mr Dries Kruger at the 2022 annual general meeting, who will be retiring as director of Agribel. Dries made an invaluable contribution as chairman of Agribel and director of both Agribel and Senwes over more than a decade. It was a pleasure to work with him as a person and to enjoy the benefit of his experience and mature approach to all matters.

I thank my co-directors for their contributions to the boards of both Agribel and Senwes. It is a pleasure to be part of a team which, without compromising independence, carries out its duties with a good team spirit.

In conclusion, we humbly acknowledge our Heavenly Father, Who guides and protects us and without Whom nothing is possible.

It is a privilege to present these financial statements and report to you.

  
**NDP LIEBENBERG**  
Chairman  
Klerksdorp  
6 July 2022

## 5-YEAR REVIEW OF THE INVESTMENT IN SENWES LIMITED

Agribel Holdings Limited had a 73,5% interest in Senwes Limited as at 30 April 2022. The core statistics in respect of the investment are as follows:

	2022	2021	2020	2019	2018
Agribel share in Senwes (%)	<b>73,5</b>	74,4	53,2	52,9	52,6
Revenue from operations (R'm)	<b>10 881</b>	7 463	4 803	2 687	2 792
Profit after tax (R'm)	<b>668</b>	573	337	283	311
Earnings per share (cents)	<b>347,6</b>	294,4	178,3	169,1	185,3
Normalised headline earnings per share (cents)	<b>398,2</b>	244,4	144,2	177,5	195,5
Net asset value per share (cents)	<b>1 947,7</b>	1 707,3	1 506,1	1 404,7	1 303,9
Closing market price (cents)	<b>1 400</b>	1 150	1 100	1 100	1 100
Growth in market price (%)	<b>21,7</b>	4,5	-	-	5,8
Total dividend (cents)	<b>124</b>	90	60	60	54
Final dividend proposed (cents)	<b>34</b>	32	30	30	27
Interim dividend (cents)	<b>34</b>	32	30	30	27
Special dividend	<b>56</b>	26	-	-	-
Return on opening equity (%)	<b>20,5</b>	19,7	13,0	13,0	15,7
Return on average equity (%)	<b>19,2</b>	18,3	12,4	12,5	15,0
Dividend yield on opening market price (%)	<b>10,8</b>	8,2	5,5	5,5	5,2
Dividend yield on average market price (%)	<b>9,7</b>	8,0	5,5	5,5	5,0
Total shareholder return on opening market price (capital growth plus dividends) (%)	<b>32,5</b>	12,7	5,5	5,5	11,0

### A FEW HIGHLIGHTS IN RESPECT OF THE INVESTMENT ARE THE FOLLOWING:

- Profit after tax of R668 million, that presents a 20,5% return on opening equity.
- Dividend yield on opening market price of 10,8% (2021: 8,2%).
- Earnings per share increased to 347,6 cents per share (2021: 294,4 cents per share).
- Normalised headline earnings per share decreased to 398,2 cents per share (2021: 244,4 cents per share).
- Net asset value per share increased by 14,1% to 1 947,7 cents per share (2021: 1 707,3 cents per share).

### THE FOLLOWING ARE RELEVANT INVESTOR STATISTICS IN RESPECT OF THE INVESTMENT:

	2022	5 - year average
Price-earnings ratio using normalised headline earnings per share (times)	<b>3,5</b>	5,5
Total shareholders return on opening market price (%)	<b>32,5</b>	13,4
Dividend cover (times)	<b>2,8</b>	3,1

### AGRIBEL NET ASSET VALUE PER SHARE:

	2022	2021	2020	2019	2018
Net asset value per share (R) (company)	<b>10,73</b>	8,64	8,00	7,96	7,96
Net asset value per share (R) (group)	<b>22,73</b>	20,62	14,64	13,97	13,23

The company held 132 878 154 shares in Senwes as at 30 April 2022 (2021: 134 450 748 shares). During the year, the company did not acquire any additional shares in Senwes (2021: 42 344 025 shares) and sold 1 572 594 shares (2021: 4 000 000 shares).



# CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

## AS AT 30 APRIL 2022

	GROUP		COMPANY	
	2022 R'm	2021 R'm	2022 R'm	2021 R'm
<b>ASSETS</b>				
<b>Non-current assets</b>				
Property, plant and equipment	3 039	2 997	-	-
Investment properties	2	13	-	-
Right-of-use assets	29	51	-	-
Goodwill and intangible assets	161	133	-	-
Investment in subsidiaries	-	-	1 860	1 546
Investment in joint ventures and associates	110	149	-	-
Other financial assets	4	3	-	-
Long-term portion of other loans receivable	2	-	-	-
Loans and other receivables	1 300	1 376	-	-
Deferred tax asset	96	148	-	-
<b>Total non-current assets</b>	<b>4 743</b>	<b>4 870</b>	<b>1 860</b>	<b>1 546</b>
<b>Current assets</b>				
Inventory	1 941	1 846	-	-
Trade and other receivables	4 401	4 204	-	-
Other financial assets	-	1	-	-
Other loans receivable	1	21	13	27
Inventory held to satisfy firm sales	47	10	-	-
Derivative financial instruments	595	204	-	-
Tax receivable	-	3	-	3
Cash and short-term deposits	87	18	-	-
<b>Total current assets</b>	<b>7 072</b>	<b>6 307</b>	<b>13</b>	<b>30</b>
Non-current assets held for sale	19	-	-	-
<b>TOTAL ASSETS</b>	<b>11 834</b>	<b>11 177</b>	<b>1 873</b>	<b>1 576</b>
<b>EQUITY AND LIABILITIES</b>				
<b>Equity</b>				
Issued capital	83	54	83	54
Share premium	498	498	498	498
Non-distributable reserve	78	78	78	78
Reserves	642	650	730	467
Retained earnings	1 614	1 265	(12)	(31)
<b>Own equity</b>	<b>2 915</b>	<b>2 545</b>	<b>1 377</b>	<b>1 066</b>
Non-controlling interest	1 051	931	-	-
<b>Total equity</b>	<b>3 966</b>	<b>3 476</b>	<b>1 377</b>	<b>1 066</b>
<b>Non-current liabilities</b>				
Interest-bearing loans	1 409	415	-	325
Redeemable preference shares	292	-	292	-
Other financial liabilities	104	66	-	-
Lease liabilities	22	39	-	-
Deferred government grants	10	12	-	-
Deferred tax liability	446	466	201	134
<b>Total non-current liabilities</b>	<b>2 283</b>	<b>998</b>	<b>493</b>	<b>459</b>
<b>Current liabilities</b>				
Trade and other payables	1 141	1 856	1	1
Contract liabilities	20	30	-	-
Interest-bearing loans	3 979	3 911	-	-
Other loans payable	66	83	-	-
Derivative financial instruments	59	58	-	-
Tax payable	1	6	2	-
Short-term portion of incentive bonuses	143	126	-	-
Bank overdraft	89	523	-	50
Short-term portion of lease liabilities	11	18	-	-
Short-term portion of deferred government grants	2	3	-	-
Provisions	74	89	-	-
<b>Total current liabilities</b>	<b>5 585</b>	<b>6 703</b>	<b>3</b>	<b>51</b>
<b>Total liabilities</b>	<b>7 868</b>	<b>7 701</b>	<b>496</b>	<b>510</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>11 834</b>	<b>11 177</b>	<b>1 873</b>	<b>1 576</b>

# CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME FOR THE YEAR ENDED 30 APRIL 2022

	GROUP		COMPANY	
	2022 R'm	2021 R'm	2022 R'm	2021 R'm
Services rendered	1 012	853	-	-
Income from sale of goods	9 557	6 283	-	-
<b>Revenue from contracts with customers</b>	<b>10 569</b>	7 136	-	-
Finance income relating to the lending business	312	327	-	-
<b>Revenue</b>	<b>10 881</b>	7 463	-	-
Cost of sales	(7 609)	(4 862)	-	-
Finance costs relating to the lending business	(133)	(112)	-	-
<b>Gross profit</b>	<b>3 139</b>	2 489	-	-
Other operating income	128	126	124	80
Gain on bargain purchase of acquisitions	-	102	-	-
(Loss)/gain on disposal of investment in joint venture	(10)	28	-	-
Distribution, sales and administrative expenses	(2 335)	(1 906)	(4)	(4)
Credit loss expense on financial assets	(18)	(28)	-	-
<b>Operating profit</b>	<b>904</b>	811	120	76
Finance income	38	21	-	1
Finance costs	(128)	(102)	(27)	(2)
Share of profit from joint ventures and associates	25	14	-	-
<b>Profit before tax from operations</b>	<b>839</b>	744	93	75
Tax	(204)	(178)	(2)	(2)
<b>Profit for the year after tax</b>	<b>635</b>	566	91	73
<b>Profit after tax from:</b>	<b>635</b>	566	91	73
Continuing operations	633	567	91	73
Discontinued operations	2	(1)	-	-
<b>Other comprehensive income to be reclassified to profit or loss in subsequent periods, net of tax</b>	<b>(15)</b>	2	274	80
Fair value adjustment on other financial assets	(1)	2	274	80
Cash flow hedge movements	(14)	-	-	-
<b>Total comprehensive income for the year, net of tax</b>	<b>620</b>	568	365	153
<b>Profit attributable to:</b>				
Equity holders of the parent	437	285		
Non-controlling interest	198	281		
<b>Total comprehensive income attributable to:</b>				
Equity holders of the parent	425	286		
Non-controlling interest	195	282		

## EARNINGS PER SHARE

	2022 cents/ share	2021 cents/ share
Earnings per share	352,2	237,9

## DIVIDENDS FOR THE YEAR

Dividend paid during the year	67	46
Final dividend previous year	23	23
Special dividend previous year	19	-
Interim dividend	25	23
Final dividend per share proposed	25	23
Special dividend per share proposed	21	19

# CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE YEAR ENDED 30 APRIL 2022

	ISSUED SHARE CAPITAL	SHARE PREMIUM	NON-DISTRIBUTABLE RESERVES	CHANGE IN OWNERSHIP AND OTHER RESERVES	FAIR VALUE ADJUSTMENTS AND CASH FLOW HEDGING RESERVE	SHARE-BASED PAYMENT RESERVE	RETAINED EARNINGS	NON-CONTROLLING INTEREST	TOTAL EQUITY
	R'm	R'm	R'm	R'm	R'm	R'm	R'm	R'm	R'm
<b>GROUP</b>									
<b>Balance as at 30 April 2020</b>	<b>13</b>	<b>498</b>	<b>78</b>	<b>1</b>	<b>-</b>	<b>39</b>	<b>1 070</b>	<b>1 702</b>	<b>3 401</b>
Prior year adjustments	-	-	-	-	-	-	(3)	-	(3)
Total comprehensive income	-	-	-	-	1	-	285	282	568
Profit for the year	-	-	-	-	-	-	285	281	566
Other comprehensive income	-	-	-	-	1	-	-	1	2
Dividends	-	-	-	-	-	-	(55)	(59)	(114)
Issue of shares	41	-	-	-	-	-	-	-	41
Acquisition of subsidiaries	-	-	-	-	-	-	-	39	39
Change in ownership of subsidiary	-	-	-	582	-	-	-	(961)	(379)
Disposal of subsidiary	-	-	-	-	-	-	-	6	6
Transfers between equity reserves	-	-	-	18	-	-	(20)	(1)	(3)
Equity-settled share-based payment scheme - Vesting	-	-	-	9	-	(9)	(9)	(5)	(14)
Net treasury shares sold	-	-	-	5	-	-	(3)	(75)	(73)
Equity-settled share-based payment scheme - Expense	-	-	-	-	-	4	-	3	7
<b>Balance as at 30 April 2021</b>	<b>54</b>	<b>498</b>	<b>78</b>	<b>615</b>	<b>1</b>	<b>34</b>	<b>1 265</b>	<b>931</b>	<b>3 476</b>
Total comprehensive income	-	-	-	-	(12)	-	437	195	620
Profit for the year	-	-	-	-	-	-	437	198	635
Other comprehensive income	-	-	-	-	(12)	-	-	(3)	(15)
Dividends	-	-	-	-	-	-	(83)	(54)	(137)
Issue of shares	29	-	-	-	-	-	-	-	29
Change in ownership of subsidiary	-	-	-	28	-	-	-	(13)	15
Equity-settled share-based payment scheme - Vesting	-	-	-	16	-	(14)	(3)	2	1
Net treasury shares purchased	-	-	-	(40)	-	-	(2)	(13)	(55)
Equity-settled share-based payment scheme - Expense	-	-	-	-	-	14	-	3	17
<b>Balance as at 30 April 2022</b>	<b>83</b>	<b>498</b>	<b>78</b>	<b>619</b>	<b>(11)</b>	<b>34</b>	<b>1 614</b>	<b>1 051</b>	<b>3 966</b>
<b>COMPANY</b>									
<b>Balance as at 30 April 2020</b>	<b>13</b>	<b>498</b>	<b>78</b>	<b>-</b>	<b>385</b>	<b>-</b>	<b>(45)</b>	<b>-</b>	<b>929</b>
Prior period adjustment	-	-	-	-	(1)	-	(1)	-	(2)
Total comprehensive income	-	-	-	-	80	-	73	-	153
Profit for the year	-	-	-	-	-	-	73	-	73
Other comprehensive income	-	-	-	-	80	-	-	-	80
Dividends	-	-	-	-	-	-	(55)	-	(55)
Issue of shares	41	-	-	-	-	-	-	-	41
Recycling of fair value reserves	-	-	-	-	3	-	(3)	-	-
<b>Balance as at 30 April 2021</b>	<b>54</b>	<b>498</b>	<b>78</b>	<b>-</b>	<b>467</b>	<b>-</b>	<b>(31)</b>	<b>-</b>	<b>1 066</b>
Total comprehensive income	-	-	-	-	274	-	91	-	365
Profit for the year	-	-	-	-	-	-	91	-	91
Other comprehensive income	-	-	-	-	274	-	-	-	274
Dividends	-	-	-	-	-	-	(83)	-	(83)
Issue of shares	29	-	-	-	-	-	-	-	29
Recycling of fair value reserves	-	-	-	-	(11)	-	11	-	-
<b>Balance as at 30 April 2022</b>	<b>83</b>	<b>498</b>	<b>78</b>	<b>-</b>	<b>730</b>	<b>-</b>	<b>(12)</b>	<b>-</b>	<b>1 377</b>

# CONSOLIDATED STATEMENTS OF CASH FLOWS

## FOR THE YEAR ENDED 30 APRIL 2022

	GROUP		COMPANY	
	2022 R'm	2021 R'm	2022 R'm	2021 R'm
<b>Net cash flows from/(used in) operating activities</b>	<b>154</b>	(9)	<b>67</b>	-
Cash from operating activities	<b>1 298</b>	889	<b>(4)</b>	(4)
Finance income received from the non-lending business	<b>38</b>	21	-	1
Dividends received	-	-	<b>124</b>	60
Finance costs paid on the non-lending business	<b>(95)</b>	(96)	<b>(2)</b>	-
Tax paid	<b>(179)</b>	(143)	<b>3</b>	(3)
Dividends paid	<b>(108)</b>	(114)	<b>(54)</b>	(55)
Changes in working capital	<b>(800)</b>	(566)	-	1
<b>Net cash flows (used in)/generated from investment activities</b>	<b>(204)</b>	(348)	<b>41</b>	24
Purchase of property, plant and equipment	<b>(283)</b>	(188)	-	-
Purchase of intangible assets	<b>(12)</b>	-	-	-
Proceeds from the disposal of property, plant and equipment	<b>38</b>	111	-	-
Proceeds from the sale of financial assets	-	-	<b>26</b>	51
Acquisition of subsidiaries	<b>49</b>	(318)	-	-
Dividends received from investments in joint ventures	<b>2</b>	3	-	-
Additional loans received from related parties	-	19	-	-
Repayment of loans from related parties	<b>(17)</b>	(98)	-	-
Additional loans advanced to related- and third parties	-	(17)	-	(27)
Repayment of loans to related- and third parties	<b>19</b>	140	<b>15</b>	-
<b>Net cash flows before financing activities</b>	<b>(50)</b>	(357)	<b>108</b>	24
<b>Net cash generated from/(used in) financing activities</b>	<b>553</b>	(193)	<b>(58)</b>	(54)
Treasury shares purchased	<b>(31)</b>	(20)	-	-
Repurchase of own shares	<b>(10)</b>	-	-	-
Proceeds from interest-bearing loans	<b>668</b>	323	-	323
Repayment of interest-bearing loans	<b>(29)</b>	(20)	<b>(29)</b>	-
Repayment of redeemable preference shares	<b>(29)</b>	-	<b>(29)</b>	-
Additional shares purchased in subsidiary	-	(462)	-	(377)
Repayment of principal portion of lease liabilities	<b>(16)</b>	(21)	-	-
Deferred government grants received	-	7	-	-
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>503</b>	(550)	<b>50</b>	(30)
Cash and cash equivalents at the beginning of the year	<b>(505)</b>	45	<b>(50)</b>	(20)
<b>Cash and cash equivalents at the end of the year</b>	<b>(2)</b>	(505)	-	(50)

# SEGMENTAL REVIEW OF THE AGRIBEL GROUP

## SEGMENTAL INFORMATION

For management and control purposes, the group is divided into business units based on their products, services and clients and consists of the following reportable segments:

<b>INVESTMENT ACTIVITIES</b> <i>(Agribel)</i>	<p>It is Agribel's strategy to consider interests in other agricultural and agricultural related businesses. Currently Agribel owns only an interest in Senwes Limited and Agribel Capital.</p>
<b>FINANCIAL SERVICES</b> <i>(Agri Credit Solutions, Certisure Group, SS Wealth planning, KLK Credit, Raddix Group and Molemi Sele Management)</i>	<p>Credit extension to agricultural producers and grain buyers. Agri Credit Solutions also renders agricultural services to its growing client base. Certisure and Raddix Group includes commission received on short-term, crop and life insurance premiums and administration fees. SS Wealth Planning facilitates wealth creation by means of a wide range of wealth planning and related services for clients. Molemi Sele holds investments in an agricultural company and a cell captive.</p>
<b>INPUT SUPPLY</b> <i>(Senwes Equipment, JD Implemente, Staalmeester, Senwes Equip Holdings, Hinterland Group, Falcon, KLK Landbou Group (Retail and Fuel), Agrinet and Protek)</i>	<p>Sales at retail outlets (including fuel stations), direct sales of farming input requirements, car dealership sales, the importation, manufacturing and sale of mechanisation goods and spare parts, as well as the servicing of such farming and other mechanisation equipment. Wholesale supply of agricultural, fuel and industrial retail products to agricultural retail outlets. Buying, repackaging, distribution and selling of pesticides and fertiliser for the household and retail market.</p>
<b>MARKET ACCESS</b> <i>(Senwes Grainlink, Grainovation and ESC)</i>	<p>Income received from the handling and storage of agricultural produce, the transportation of grain commodities as well as the processing of seed. Commission earned on marketing of grain and revenue from the sale of grain. Electronic issuing and trading of silo certificates.</p>
<b>PROCESSING, CONDITIONING AND MARKETS</b> <i>(Senwes Seed, Carpe Diem Raisins Group, KLK Feedlot, Abattoirs and Auctioneering, Africum Mills, Botselo Mills, SA Dorper, Bastion Lime Group and NviroTek Laboratories)</i>	<p>Processing of seed and buying, processing and packaging of raisins. The feedlots aids in getting animals market-ready while the abattoirs and auctioneering sites handle the slaughtering and selling of lamb and beef carcasses. The mills produce a wide range of maize products and a specialised beer powder. SA Dorper handles the processing and exporting of Dorper skins and cattle hides. The Bastion Group specialises in the production and marketing of high quality lime and gypsum products for agricultural and industrial purposes. NviroTek Laboratories is an independent and accredited testing laboratory group with an analytical focus on chemistry, microbiology, hygiene monitoring, chromatography and biological analysis.</p>
<b>CORPORATE</b> <i>(Senwes Share Incentive Scheme Trust, Thobo Trust, Senwes Capital and RealFin Collective Investment Scheme)</i>	<p>Head office services, information technology, human resources, planning and property development, central administration, fleet management, secretarial services, legal services, corporate marketing, risk management, internal audit, strategic development, group finance, market intelligence, corporate finance, business engineering and treasury and governance.</p>

Income tax is managed on a group basis and is not allocated to operating segments. Services rendered between related parties as reflected in operating segments are on an arm's length basis in a manner similar to transactions with third parties. The group executive committee monitors the operational results of its business units separately for the purpose of making decisions about resource allocation and performance assessment. Segmental performance is evaluated, based on operating profit or loss, and is measured consistently against operating profit or loss in the consolidated financial statements.

During the current financial year, management has assessed and adjusted the composition of the operating segments. The processing, conditioning and market segment will be reported separately from the current financial year. Consequently, the comparative figures were reclassified to accommodate the change.

# NOTES TO SEGMENTAL REVIEW

## SEGMENTAL REVENUE AND RESULTS

### Investment activities (Agribel)

**Financial services** (Agri Credit Solutions, Certisure Group, SS Wealth Planning, KLK Credit, Raddix Group and Molemi Sele Management)

Income from financing clients, insurance brokerage and service level agreement income

AgriRewards

Profit from joint ventures

**Input supply** (Senwes Equipment, JD Implemente, Staalmeester, Senwes Equip Holdings, Hinterland Group, Falcon, KLK Landbou Group (Retail and Fuel), Agrinet and Protek)

Income from sale of goods and services rendered

AgriRewards

Intragroup sales

Finance costs

Profit from joint venture and associates

### Market Access (Senwes Grainlink, Grainovation and ESC)

Income from commodity trading, sale of goods and services rendered

AgriRewards

Intragroup sales

Finance costs

Profit/(loss) from joint ventures

**Processing, Conditioning and Markets** (Senwes Seed, Carpe Diem Raisins Group, KLK Feedlot, Abattoirs and Auctioneering, Africum Mills, Botselo Mills, SA Dorper, Bastion Lime Group and NviroTek Laboratories)

Income from sale of goods and services rendered

Finance costs

Profit from joint venture and associate

### Normal operational activities

#### Corporate

Income from service level agreement and other corporate fees

Interest income from joint ventures

Finance costs

Corporate costs

Consolidation, abnormal and sundry items

GROUP			
SEGMENT REVENUE		SEGMENT PROFIT / (LOSS)	
2022 R'm	2021 R'm	2022 R'm	2021 R'm
-	-	(31)	(5)
380	309	153	146
382	311	151	141
(2)	(2)	(2)	(2)
-	-	4	7
8 095	5 534	481	318
8 107	5 549	525	342
(7)	(2)	(6)	(2)
(5)	(13)	-	-
-	-	(38)	(26)
-	-	-	4
1 162	440	325	213
1 185	765	399	304
(23)	(24)	(27)	(24)
-	(301)	-	-
-	-	(49)	(60)
-	-	2	(7)
1 224	1 108	101	133
1 224	1 108	89	123
-	-	(7)	-
-	-	19	10
10 861	7 391	1 029	805
20	72	(190)	(61)
20	47	6	13
-	25	-	25
-	-	(7)	(14)
-	-	(134)	(162)
-	-	(55)	77
<b>Total revenue</b>	<b>10 881</b>	<b>7 463</b>	
<b>Profit before tax</b>		<b>839</b>	<b>744</b>
Taxation		<b>(204)</b>	<b>(178)</b>
<b>Profit after tax</b>		<b>635</b>	<b>566</b>
Non-controlling interest		<b>(198)</b>	<b>(281)</b>
<b>Profit after tax (after non-controlling interest)</b>		<b>437</b>	<b>285</b>

NOTES TO SEGMENTAL REVIEW (CONTINUED)

**NET SEGMENTAL ASSETS**

	GROUP					
	ASSETS		LIABILITIES		NET	
	2022 R'm	2021 R'm	2022 R'm	2021 R'm	2022 R'm	2021 R'm
Financial services	5 063	4 718	(2 911)	(2 692)	2 152	2 026
Input supply	3 152	3 320	(2 294)	(2 718)	858	602
Market access	2 754	2 205	(1 379)	(1 143)	1 375	1 062
Processing, Conditioning and Markets	502	530	(326)	(110)	176	420
Total operations	11 471	10 773	(6 910)	(6 663)	4 561	4 110
Corporate	267	256	(220)	(196)	47	60
Investment activities	-	-	(292)	(376)	(292)	(376)
Total segmental assets/ (liabilities)	11 738	11 029	(7 422)	(7 235)	4 316	3 794
Deferred tax	96	148	(446)	(466)	(350)	(318)
<b>Total</b>	<b>11 834</b>	<b>11 177</b>	<b>(7 868)</b>	<b>(7 701)</b>	<b>3 966</b>	<b>3 476</b>





# CORPORATE INFORMATION

## AGRIBEL HOLDINGS LIMITED

Reg.no: 1996/017629/06

## POSTAL ADDRESS

PO Box 31  
Klerksdorp  
2570

## REGISTERED OFFICE

1 Charel de Klerk Street  
Klerksdorp  
2570  
Telephone: 018 464 7800  
Fax: 018 464 2228

## AUDITOR

Ernst & Young Inc.  
Private Bag X14  
102 Rivonia Road  
Sandton  
Johannesburg  
2196  
Telephone: 011 772 3000

## INVESTOR RELATIONS

Attention: The Company Secretary  
Senwes Limited  
PO Box 31  
Klerksdorp  
2571  
Telephone: 018 464 7104  
Fax: 018 464 7121

## TRADING OF SHARES

Over-The-Counter (OTC) trading  
[www.senwes.co.za](http://www.senwes.co.za)  
Telephone: 018 464 7105

## FINANCE PARTNERS

Absa Bank  
Grindrod Bank