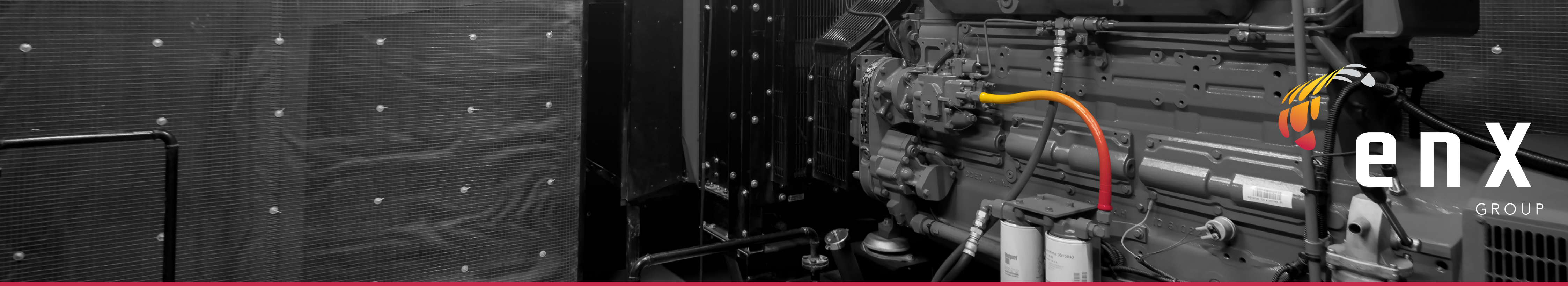

SUMMARISED CONSOLIDATED FINANCIAL RESULTS

for the year ended 31 August 2023

Revenue from continuing operations
R4.195 billion
(2022: R3.331 billion) ↑ 26%

Profit before tax
R260 million
(2022: R199 million) ↑ 31%

HEPS from continuing operations
94 c per share
(2022: 81c per share) ↑ 16%

Net asset value per share
R13.91
(2022: R12.22) ↑ 14%

NATURE OF BUSINESS

enX Group Limited (**"enX"** or the **"Group"**) is a manufacturer and distributor of lubricants and a distributor of quality branded power equipment and chemicals.

- enX Lubricants (**"Lubricants"**):
  - African Group Lubricants (**"AG Lubricants"**) produces and markets oil lubricants and greases in South Africa and sub-Saharan Africa and is the sole distributor of ExxonMobil lubricants (excluding marine and aviation) and Quaker Houghton International's advanced fluids solutions and services (excluding metalworking).
- enX Power (**"Power"**)
  - New Way Power designs, manufacturers, installs, rents and maintains diesel generators and distributes a range of industrial engines. They also offer cleaner power through solar hybrid and grid alternatives.
- enX Chemicals (**"Chemicals"**):
  - West African International (**"WAG"**) imports, stores and distributes plastics, polymers, rubber and speciality chemicals as well as conveyor belting, steel cord and conveyer belting fabric into Southern Africa.
- **Discontinued operations**
  - Eqstra Fleet management (**"Eqstra"**), which previously made up the Fleet segment, provides a full spectrum of commercial and passenger vehicle leasing services including fleet management, outsourcing solutions, maintenance, warranty management, remarketing and vehicle tracking solutions. Included in Eqstra, is **Kynite**, a Software-as-a-Service (**"SaaS"**) solution which digitises the full spectrum of vehicle services, with external customers now making use of this offering. Both Eqstra and Kynite were classified as a disposal group held for sale in terms of IFRS 5 with effect from 31 August 2023.
  - **EIE SA,** which was previously part of the Equipment segment, provided distribution, rental and value-added services for industrial and material handling equipment in South Africa and other African countries, was classified as a disposal group held for sale in terms of IFRS 5 with effect from 31 August 2021 and was disposed of on 1 April 2022.
  - **Austro**, which was previously part of the Equipment segment, distributed professional woodworking equipment and tooling with the provision of associated services, was classified as a disposal group held for sale in terms of IFRS 5 with effect from 26 February 2022 and was disposed of on 30 June 2022.

FINANCIAL RESULTS

Overview

The results for the year ended 31 August 2023 reflect strong performance in all our business units notwithstanding the challenging economic conditions experienced.

enX's financial position improved significantly even after taking into account cash that was returned to shareholders in the form of special distributions of R2.00 and R1.50 per enX ordinary share paid on 20 June 2022 and 5 September 2022 respectively. Net debt to equity including the disposal group held for sale was 39% (2022: 30%), significantly reduced from the high gearing levels of 208% as at 31 August 2020. The net asset value per share was R13.91 (31 August 2022: R12.22).

Revenue from continuing operations increased 26% to R4.195 billion (2022: R3.331 billion) mainly supported by increased demand for power solutions and related services arising from load-shedding and higher volumes of toll blending, natural and synthetic rubber, conveyor belting, steel cord and conveyor belting fabric sales.

Operating profit from continuing operations before net finance costs, our share of profit from our associate and impairments, was R248 million (2022: R190 million), an increase of 31%. This was achieved despite once-off items in the prior year of R39 million arising from realised foreign exchange profits earned from the conversion of the Impact Handling (UK) proceeds as well as insurance proceeds arising from business interruption claims in respect of COVID-19. Profitability in the current year was negatively impacted by a charge of R16 million arising from the derecognition of the Right of Use Asset and related lease obligation in AG Lubricants as a result of the Group acquiring its blending and storage facilities at the end of December 2022. The current year also includes the once-off receipt of R37 million in respect of a key man insurance policy payout in WAG.

Profit before tax was R260 million (2022: R199 million), an increase of 31%

Headline earnings per share from continuing operations was 94 cents (2022: 81 cents), an increase of 16%.

Capital expenditure

Capital expenditure, excluding the acquisition of leased assets, was R120 million (2022: R44 million), the majority being R86 million incurred to acquire blending and storage facilities for AG Lubricants and an additional R12 million spent on technology improvements to the plant.

Funding

The Group's total net interest-bearing liabilities (including disposal group held for sale net interest bearing liabilities and lease liabilities) was R1.008 billion (31 August 2022: R690 million), the increase arising mainly from the growth in the leasing book in Eqstra and the R274 million distribution.

Eqstra

R287 million of the proceeds arising from vehicles disposed of as a result of the termination of the Clover contract were used to permanently reduce debt, partially settling debt with maturities in December 2022 and December 2024. The remaining debt of R336 million that was maturing in December 2022, was repaid through a drawdown of Eqstra's Revolving Credit Facility (**"RCF"**).

All financial covenants for the measurement periods covered by the report have been met.

enX Trading

enX Trading's credit facilities were repaid and cancelled during March 2023. This was financed by dedicated credit facilities raised in WAG, AG Lubricants, Ingwe and New Way Power, which were previously funded by enX Trading. Each entity now has their own maintenance covenants to comply with. A release of free cash to the Group resulted from this transaction.

The covenants on these dedicated credit facilities for the measurement periods covered by the report have been met.

Cash flow

Net cash flows before financing amounted to an outflow of R85 million (2022: inflow of R1.019 billion) with cash being utilised to increase working capital, replace and expand the leasing book following the termination of the Clover contract and to acquire the blending plant. Included in working capital outflows of R868 million (2022: R513 million) is the net book value of leasing assets reclassified into inventories amounting to R418 million (2022: R797 million) and the acquisition of leasing assets of R1.128 billion (2022: R1.095 billion). The prior period includes the net proceeds on disposal of EIE SA of R517 million.

OPERATIONAL OVERVIEW

Lubricants

AG Lubricants revenue increased significantly to R1.686 billion (2022: R1.169 billion) due to higher toll blending volumes coupled with higher sales values. Operating expenses relative to turnover decreased with increasing throughput through the plant. Profitability was negatively impacted by a charge of R16 million arising from the derecognition of the Right of Use Asset and related lease obligation as a result of the blending plant being acquired by the Group in December 2022. Profit before tax was R77 million (2022: R46 million), an increase of 67%. Our share of the profit from our associate Zestcor, was R19 million (2022: R27 million), which continues to trade well despite being negatively impacted by a material bad debt provision.

Power

New Way Power had an outstanding performance with revenue of R683 million (2022: R397 million), an increase of 72%. As a result of load-shedding, there was robust demand for generators and parts accompanied by related maintenance services. Entry into the provision of photovoltaic systems in the last quarter of 2021 together with a strong recovery in the rental of generators for both short-term events and longer-term purposes drove additional growth. Profit before tax was R101 million (2022: R10 million), a significant turnaround.

Chemicals

WAG revenue increased by 4% to R1.870 billion (2022: R1.798 billion) assisted by growth in natural and synthetic rubber, conveyor belting, steel cord and conveyor belting fabric volumes. Profit before tax was R85 million (2022: R92 million) and was positively impacted by a R37 million once-off receipt in respect of a key man insurance policy payout. Profitability was negatively impacted by foreign exchange losses of R11 million (2022: profit of R18 million).

Discontinued operations

Current year

Shareholders are referred to the cautionary announcements released on SENS, advising that enX is in discussions regarding a divestment by the Company of its interest in Eqstra Investment Holdings Proprietary Limited (**"Potential Transaction"**), which if successful, could have a material impact on the Company's share price. The Potential Transaction would constitute a category 1 transaction in terms of the JSE Listing Requirements and an affected transaction in terms of the Companies Act, 71 of 2008 and will require approval via special resolution of enX shareholders at a general meeting. During the strategic and budget review process in July 2023, management took a strategic decision to dispose of Eqstra. As at 31 August 2023, management is of the view that, based on progress to date, this transaction is likely to be executed in the next 12 months. In terms of IFRS 5, Eqstra has been reported as a disposal group held for sale and discontinued operation from 31 August 2023.

Eqstra's revenue was R1.755 billion (2022: R1.772 billion excluding the once-off termination of the Clover fleet), reflecting a 1% decrease in revenue primarily due to a reduction in leasing revenue from the termination of the Clover contract in the last quarter of 2022. Leased units at the end of the year were 11,331 units (2022: 11,163 units). The net book value of leasing assets grew to R2.615 billion (2022: R2.350 billion), an increase of 11%, indicative of Eqstra's good new business flow and availability of new vehicles. Revenue growth from value added products remains robust, while margins earned on the sale of used cars have remained elevated. Eqstra's profit before tax was R164 million (2022: R140 million), an increase of 17%.

SUMMARISED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	As at 31 August 2023 R'000	Restated[#] As at 31 August 2022 R'000
ASSETS		
Non-current assets	**376 250**	2 896 734
Property, plant, equipment and right of use assets	**177 493**	198 511
Leasing assets	**–**	2 350 086
Intangible assets	**48 811**	77 452
Investment in associate	**114 607**	118 668
Unlisted investments and receivables	**2 475**	141 464
Deferred taxation	**32 864**	10 553
Current assets	**2 146 411**	2 991 923
Trade, other receivables and derivatives	**841 142**	1 056 706
Inventories	**866 725**	854 188
Unlisted investments and receivables	**135 240**	–
Taxation receivable	**324**	26 942
Bank and cash balances	**302 980**	1 054 087
Disposal group held for sale	**3 049 317**	–
Total assets	**5 571 978**	5 888 657
EQUITY AND LIABILITIES		
Capital and reserves	**2 582 916**	2 264 961
Stated capital	**2 495 999**	2 495 999
Other reserves	**(714 022)**	(725 200)
Accumulated profits	**740 986**	445 124
Equity attributable to equity holders of the parent	**2 522 963**	2 215 923
Non-controlling interests	**59 953**	49 038
Non-current liabilities	**108 489**	1 186 125
Interest-bearing liabilities	**37 061**	895 171
Lease liabilities	**11 696**	45 909
Cash settled and option liabilities	**59 732**	61 033
Deferred taxation	**–**	184 012
Current liabilities	**1 231 936**	2 437 571
Interest-bearing liabilities	**228 216**	790 837
Lease liabilities	**4 620**	12 516
Trade, other payables, provisions and derivatives	**961 867**	1 328 982
Cash settled and option liabilities	**11 900**	–
Shareholder for dividend	**–**	273 661
Taxation payable	**25 333**	31 575
Liabilities associated with disposal group held for sale	**1 648 637**	–
Total equity and liabilities	**5 571 978**	5 888 657

[#] The comparative information has been restated to account for the correction of an error in respect of the deferred tax liability arising from the initial recognition of the right to buy intangible asset at a pre-tax value. During the current reporting period the group determined that the recognition of the deferred tax liability does not comply with the initial recognition criteria of IAS 12 Income Taxes. The group assessed the guidance provided in IAS 12 in respect of the initial recognition of deferred tax liabilities and concluded that the prior year balance sheet had to be restated to reverse the deferred tax liability and the corresponding gross up of the intangible asset. The restatement has no effect on EPS nor net asset value per share.

Supplementary information:		
Number of shares in issue	**182 312 650**	182 312 650
Weighted number of shares in issue (net of treasury shares)	**181 366 763**	181 366 763
Net asset value per share (cents)[#]	**1 391**	1 222
Net tangible asset value per share (cents)	**1 364**	1 167

[#] *Equity attributable to equity holders of the parent/Number of ordinary shares in issue net of treasury shares.*

Prior year

Shareholders are referred to the SENS announcement dated 30 September 2021 announcing the disposal of **EIE SA** to CFAO Holdings South Africa. The transaction became effective on 1 April 2022. R135 million of the transaction proceeds was placed in escrow for a period of two years. Based on management's view, at the time of approving these results, no claims have been raised to date and the full amount placed in escrow has been disclosed as a short-term receivable. The amount in escrow is expected to be released on or around 31 March 2024. However, there is no assurance that claims for breaches of warranties and indemnities may not be made before the release date.

EIE SA revenue and profit before tax for the year ended 31 August 2022 was R1.229 billion and R80 million respectively. In terms of IFRS 5, EIE SA has been reported as a disposal group held for sale and discontinued operation from 31 August 2021, the date that the conditions were met to be classified as such. enX was required to cease depreciation and amortisation from that date and assess the carrying value of the of the held for sale assets relative to the transaction value. Consequently, depreciation and amortisation from 1 September 2021 to the effective date of the transaction amounting to R263 million (after tax: R189 million) was not recorded in the prior financial period. An impairment charge of R193 million was raised in the prior year to adjust the carrying value to realisable value and a loss on disposal of R13 million was incurred.

The Unaudited Interim Group Results for the six months ended 28 February 2022 announced the sale of Austro Proprietary Limited (**"Austro"**). In terms of IFRS 5, Austro has been reported as a disposal group held for sale and discontinued operation from 26 February 2022 to 30 June 2022.

Austro's revenue from 1 September 2021 to 30 June 2022, the date of disposal, was R70 million. A loss before tax was R32 million, including the assets held for sale which were impaired by R24 million relative to the transaction value. A loss on disposal of R7 million was incurred at the effective date of the transaction.

SPECIAL DISTRIBUTIONS

The special distribution out of contributed tax capital of R1.50 per share was paid to enX ordinary shareholders on 5 September 2022. On 6 November 2023, the directors declared and announced on SENS a special distribution of R1.00 per enX share which will be implemented by way of a reduction of contributed tax capital.

OUTLOOK

Our outlook for 2024 from a profitability perspective is somewhat dependent on New Way Power's ability to maintain its outstanding performance. This will be dependent on the extent and duration of loadshedding. The most significant macro risks to group wide performance are potential social and financial market volatility around the 2024 national elections and the impact of higher global interest rates. Structural challenges will affect our businesses, but our strong liquidity and well-capitalised operations support our growth initiatives and risk management capabilities.

Conditions within the AG Lubricant and WAG business are expected to remain stable.

Despite some saturation in the market, New Way Power's trading is expected to be robust with ongoing demand from load-shedding presenting opportunities.

Eqstra's diversified customer base, annuity revenue and in use fleet provides a stable revenue stream. Growth in the number of leased units is expected with indications of good replacement levels, customer retention and new business opportunities. Eqstra continues to invest in technological enhancements to its products which provide the foundation to create an outsourced solutions offering. Revenues and profits benefit from increases in interest rates and inflation.

Management will seek to sign and close the Eqstra disposal transaction within the next 12 months.

The outlook information has not been audited and reported on by the company's external auditors.

GOING CONCERN AND SUBSEQUENT EVENTS

Funding and liquidity

While the increase in base oil and chemical input prices, as well as disruption in global supply chains has increased net working capital requirements, liquidity in all our businesses remains robust.

Based on our assessment of the prospects and cash flows for each business as at the date of signing we believe that the credit facilities and surplus cash we have in place provides sufficient liquidity for the businesses to continue trading and support growth for the foreseeable future.

Subsequent events

TRP settlement

Shareholders are referred to the notice published by the Takeover Regulation Panel (**"the Panel"**) on SENS on 13 April 2023 wherein it announced that the Panel has agreed to settle the Panel's investigation into certain affected transactions involving eXtract Group Limited, Zarclear Holdings Limited and African Phoenix Limited and others (**"the Offerors"**). Further, a joint SENS announcement of the firm intention to make a mandatory offer for enX shares pursuant to the Settlement was announced on 11 May 2023. Shareholders were advised that African Phoenix (together with the parties acting in concert) was required to make a mandatory offer to all shareholders to purchase their shares at a price of R6.41 per share in terms of section 123 of the Companies Act, 2008 and the Takeover Regulations. The mandatory offer constituted a firm intention announcement in terms of Regulation 101 of the Takeover Regulations and was made subject to the compliance with the requisite provisions. The offer opened on 21 June 2023 and was anticipated to close on 4 August 2023. Shareholders are further referred to the SENS published on 3 August 2023 in which the directors of enX and the Offerors considered it appropriate to provide additional disclosure in an updated circular (**"Amended Circular"**) relating to the indirect shareholdings of the directors of enX in each of African Phoenix, MCC Contracts and Peresec Prime Brokers. In the light of the Amended Circular, the Offerors extended the mandatory offer closure until 15 September 2023, on which date the offer closed. The offer was accepted in respect of 495 846 enX shares, comprising 0.27% of the issued share capital of the Company.

Eqstra funding

During September 2023, management extended the maturity of Eqstra's two credit facilities by 24 months. The RCF set to mature in December 2023, was extended to December 2025 and the term loan of R726 million due to mature in December 2024 was extended to December 2026.

Special Distribution

On 6 November 2023, the directors declared a special distribution out of contributed tax capital of R1.00 per share to enX ordinary shareholders.

Except for the above, there have been no other material events subsequent to period end that have been taken into account in the preparation of the financial statements.

SUMMARISED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	For the year ended 31 August 2023 R'000	Restated* For the year ended 31 August 2022 R'000
Continuing operations		
Revenue	**4 194 783**	3 330 535
Cost of sales	**(3 636 394)**	(2 946 120)
Gross profit	**558 389**	384 415
Expected credit losses	**6 162**	1 153
Operating expenses	**(316 825)**	(195 946)
Operating profit before items listed below	**247 726**	189 622
Impairment of goodwill, intangible assets and property, plant and equipment	**(1 821)**	(15 881)
Operating profit before net finance costs and earnings from associate	**245 905**	173 741
Net finance costs	**(4 087)**	(992)
Interest received	**31 187**	23 102
Interest expense	**(35 274)**	(24 094)
Share of profits from associate	**18 509**	26 655
Profit before taxation	**260 327**	199 404
Taxation	**(69 482)**	(51 558)
Profit after taxation	**190 845**	147 846
Attributable to:		
Equity holders of the parent	**163 672**	144 436
Non-controlling interests	**27 173**	3 410
Net profit after taxation ("PAT")	**190 845**	147 846
Discontinued operations		
Profit for the year from discontinued operations	**132 190**	84 904
Net profit after taxation ("PAT")	**323 035**	232 750
Attributable to:		
Equity holders of the parent	**295 862**	229 340
Continuing operations	**163 672**	144 436
Discontinued operations	**132 190**	84 904
Non-controlling interests	**27 173**	3 410
Net profit after taxation	**323 035**	232 750
Other comprehensive income net of taxation:		
Profit after taxation	**323 035**	232 750
Items that may be reclassified subsequently to profit or loss: – Foreign currency translation reserve	**11 178**	8 354
Total comprehensive income	**334 213**	241 104
Attributable to:		
Equity holders of the parent	**307 040**	237 694
Non-controlling interests	**27 173**	3 410
Total comprehensive income	**334 213**	241 104
Earnings per share from continuing operations		
Basic earnings per share (cents)	**90.2**	79.6
Diluted earnings per share (cents)	**90.2**	79.6
Headline earnings per share (cents)	**94.2**	81.3
Earnings per share from discontinued operations		
Basic earnings per share (cents)	**72.9**	46.8
Diluted earnings per share (cents)	**72.9**	46.8
Headline earnings per share (cents)	**70.1**	184.0

* *During the year, the Group took a firm decision to dispose of Eqstra. As at 31 August 2023, management are confident that, based on progress to date, this transaction is likely to be executed in the next 12 months, and this resulted in Eqstra being recognised as a discontinued operation in 2023. Therefore the discontinued operations for 2022 has been represented in accordance with IFRS 5 to take into account the additional discontinued operation.*

CAPITAL RISK MANAGEMENT

The Group's objectives when managing capital are to safeguard its ability to continue as a going concern and provide acceptable returns for shareholders through maintaining an optimal capital structure. The Group defines capital as equity funding provided by shareholders and debt funding from external parties.

Shareholder funding comprises permanent paid-up capital, revenue reserves and other reserves, being revaluation reserves (if any) and foreign currency translation reserves. The board's policy is to maintain a strong capital base so as to maintain investor and creditor confidence and to sustain future development of the business.

The board of directors monitors its cost of capital, which the Group defines as the weighted average cost of capital, taking into account the Group's internally calculated cost of equity and cost of debt. The board seeks to maintain a balance between the higher returns that might be possible with higher levels of borrowings and the advantages and security afforded by a sound equity position.

The Group's debt capacity and gearing levels are determined by its cash flow profile and are measured through applicable ratios such as net debt to EBITDA gearing and interest cover. To maintain or adjust the capital structure, in the absence of significant investment opportunities, the Group may make distributions. The board has over a period of three years implemented a strategy of each business procuring stand-alone unguaranteed credit facilities. This strategy was fully implemented and finalised this year.

There were no changes in the Group's approach to capital management during the year. Neither the company nor any of its subsidiaries are subject to externally imposed capital requirements.

BASIS OF PREPARATION

The summarised consolidated financial statements for the year ended 31 August 2023 have been prepared in accordance with the requirements of the JSE Listings Requirements applicable to summarised reports and the requirements of the Companies Act, No. 71 of 2008 of South Africa applicable to summarised financial statements. The JSE Listings Requirements require summarised financial information to be prepared in accordance with the framework concepts and the measurement and recognition requirements of International Financial Reporting Standards ("**IFRS**"), the SAICA Financial Reporting Guides as issued by the Accounting Practices Committee and Financial Pronouncements as issued by the Financial Reporting Standards Council, and to also, as a minimum, contain the information required by IAS 34: Interim Financial Reporting.

This report as well as the Group's consolidated annual financial statement were compiled under the supervision of R Lumb CA(SA), CFO of enX.

The accounting policies applied in the preparation of the consolidated financial statements (from which these summarised results are derived) are, in terms of IFRS, and are consistent with the accounting policies applied in the preparation of the previous consolidated financial statements.

SUMMARISED CONSOLIDATED SEGMENTAL ANALYSIS

	POWER		FLEET[2]		LUBRICANTS[3]		CHEMICALS[3]		GROUP, FINANCING AND CONSOLIDATION		TOTAL[2]	
	For the year ended 31 August 2023 R'000	For the year ended 31 August 2022 R'000	For the year ended 31 August 2023 R'000	Restated For the year ended 31 August 2022 R'000	For the year ended 31 August 2023 R'000	Restated For the year ended 31 August 2022 R'000	For the year ended 31 August 2023 R'000	Restated For the year ended 31 August 2022 R'000	For the year ended 31 August 2023 R'000	Restated For the year ended 31 August 2022 R'000	For the year ended 31 August 2023 R'000	Restated For the year ended 31 August 2022 R'000
Revenue[1]	682 742	397 189	–	–	1 685 798	1 168 389	1 870 080	1 798 237	(43 837)	(33 280)	4 194 783	3 330 535
– South Africa	682 742	395 869	–	–	1 374 701	988 717	1 856 361	1 798 237	–	–	3 913 804	3 182 823
– Rest of World	–	–	–	–	293 968	162 392	–	–	–	–	293 968	162 392
– Intercompany	–	1 320	–	–	17 129	17 280	13 719	–	(43 837)	(33 280)	(12 989)	(14 680)
EBITDA	109 977	29 282	–	–	140 078	79 428	101 394	104 407	(56 220)	3 384	295 229	216 501
Depreciation and amortisation[4]	(12 455)	(15 041)	–	–	(33 878)	(18 094)	(2 936)	(2 982)	(55)	(6 643)	(49 324)	(42 760)
Earnings/(loss) before interest and taxation[5]	97 522	14 241	–	–	106 200	61 334	98 458	101 425	(56 275)	(3 259)	245 905	173 741
– South Africa	97 522	14 241	–	–	76 958	42 722	98 458	101 425	(56 275)	(3 259)	216 663	155 129
– Rest of World	–	–	–	–	29 242	18 612	–	–	–	–	29 242	18 612
Net finance costs	3 600	(3 796)	–	–	(28 978)	(15 387)	(13 892)	(9 262)	35 183	27 453	(4 087)	(992)
Interest received	4 059	309	–	–	778	513	7 416	3 195	18 934	19 085	31 187	23 102
Interest expense	(459)	(4 105)	–	–	(29 756)	(15 900)	(21 308)	(12 457)	16 249	8 368	(35 274)	(24 094)
Share of profits from associate	–	–	–	–	18 509	26 655	–	–	–	–	18 509	26 655
Profit/(loss) before taxation	101 122	10 445	–	–	95 731	72 602	84 566	92 163	(21 092)	24 194	260 327	199 404
Taxation	(15 943)	(268)	–	–	(25 712)	(14 418)	(13 065)	(25 810)	(14 762)	(11 062)	(69 482)	(51 558)
Profit/(loss) after taxation[2, 3]	85 179	10 177	–	–	70 019	58 184	71 501	66 353	(35 854)	13 132	190 845	147 846
Total assets	350 777	279 554	–	3 209 421	994 458	928 393	853 714	904 861	3 373 029	566 428	5 571 978	5 888 657
– Intangible assets	225	418	–	21 586	48 586	55 448	–	–	–	–	48 811	77 452
– Leasing assets	–	–	–	2 350 086	–	–	–	–	–	–	–	2 350 086
– Investment in associate	–	–	–	–	114 607	118 668	–	–	–	–	114 607	118 668
– Inventories	202 036	135 624	–	32 292	332 843	298 247	331 846	388 025	–	–	866 725	854 188
– Trade, other receivables and derivative financial assets	61 938	69 144	–	223 004	252 143	263 161	508 833	492 861	153 468	8 536	976 382	1 056 706
– Other assets	86 578	74 368	–	582 453	246 279	192 869	13 035	23 975	170 244	557 892	516 136	1 431 557
Disposal group held for sale	–	–	–	–	–	–	–	–	3 049 317	–	3 049 317	–
Total liabilities	124 150	133 106	–	1 982 814	529 206	435 968	598 283	687 344	1 737 423	384 464	2 989 062	3 623 696
– Interest-bearing liabilities and overdraft	–	5 500	–	1 465 001	100 838	786	164 438	198 989	1	15 732	265 277	1 686 008
– Trade, other payables, provisions and derivatives	117 478	125 879	–	315 447	406 990	389 251	425 777	484 518	23 522	287 548	973 767	1 602 643
– Other liabilities	6 672	1 727	–	202 366	21 378	45 931	8 068	3 837	65 263	81 184	101 381	335 045
Liabilities associated with disposal group held for sale	–	–	–	–	–	–	–	–	1 648 637	–	1 648 637	–
Capital expenditure net of proceeds	9 376	1 006	–	770 600	104 656	8 102	98	572	–	118	114 130	780 398
Number of employees	204	181	–	387	128	131	46	42	8	9	386	750
GEOGRAPHICAL SEGMENTATION												
Total assets	350 777	279 554	–	3 209 421	994 458	928 393	853 714	904 861	3 373 029	566 428	5 571 978	5 888 657
– South Africa	350 777	279 554	–	2 742 449	806 668	840 478	853 714	904 861	3 373 029	566 428	5 384 188	5 333 770
– Rest of World	–	–	–	466 972	187 790	87 915	–	–	–	–	187 790	554 887
Total liabilities	124 150	133 106	–	1 982 814	529 206	435 968	598 283	687 344	1 737 423	384 464	2 989 062	3 623 696
– South Africa	124 150	133 106	–	1 814 156	423 478	403 970	598 283	687 344	1 737 423	384 464	2 883 334	3 423 040
– Rest of World	–	–	–	168 658	105 728	31 998	–	–	–	–	105 728	200 656

(1) In the financial year ending 31 August 2023, enX derived a substantial portion of its revenue from a single customer which accounted for 11,7% of the total revenue. The group is actively pursuing diversification in its customer base and seeking new business opportunities to mitigate the risk associated with dependency on a single customer.
(2) During the year, the group took a decision to dispose of Eqstra. As at 31 August 2023, management are confident that, based on progress to date, this transaction is likely to be executed in the next 12 months, and this resulted in Eqstra being recognised as a discontinued operation in 2023. Therefore, the statement of profit or loss and other comprehensive income for 2022 has been represented in accordance with IFRS 5 to take into account the additional disposal. The comparative numbers in the segment have been restated and exclude Eqstra.
(3) As a result of the proposed disposal of Eqstra during the year ended 31 August 2023, the group has changed its internal organisation and the composition of its operating segments, which resulted in a change in reportable segments. The petrochemicals segment has now been disclosed as the Lubricants and Chemicals segments. Accordingly, the group has restated the previously reported segment information for the year ended 31 August 2022.
(4) Total depreciation and amortisation includes depreciation disclosed as part of cost of sales.
(5) Earnings/(loss) before interest and taxation include impairments of goodwill, intangible assets and property of R1.8 million (2022: R15,8 million).

HEADLINE EARNINGS AND EBIT RECONCILIATIONS

	For the year ended 31 August 2023 R'000	For the year ended 31 August 2022 R'000
Profit after taxation attributable to equity holders of the parent	295 862	229 340
Adjusted for:		
Profit on disposal of property, plant and equipment	7 814	(4 229)
(Reversal)/impairment of goodwill, intangible assets, property, plant and equipment and assets held for sale	(946)	241 595
Loss on disposal of discontinued operation	–	20 364
Profit on purchase of investment	(1 471)	–
Taxation effect on adjustments	(3 348)	(5 939)
Headline earnings attributable to ordinary shareholders	297 911	481 130
Profit after taxation attributable to equity holders of the parent – continuing operations	163 672	144 436
Adjusted for:		
Loss /(profit) on disposal of property, plant and equipment	7 950	(11 646)
Impairment of goodwill, intangible assets and property, plant and equipment	1 821	15 881
Taxation effect on adjustments	(2 638)	(1 186)
Headline earnings attributable to ordinary shareholders – continuing operations	170 805	147 485
Profit after taxation attributable to equity holders of the parent – discontinued operations	132 190	84 904
Adjusted for:		
(Profit)/loss on disposal of property, plant and equipment	(136)	7 418
(Reversal)/impairment of goodwill, intangible assets, property, plant and equipment and assets held for sale	(2 767)	225 714
Loss on disposal of discontinued operation	–	20 364
Profit on purchase of investment	(1 471)	–
Taxation effect on adjustments	(710)	(4 754)
Headline earnings attributable to ordinary shareholders - discontinued operations	127 106	333 646

SUMMARISED CONSOLIDATED STATEMENT OF CASH FLOWS

	For the year ended 31 August 2023 R'000	For the year ended 31 August 2022 R'000
Cash flows from operating activities	24 564	519 058
Cash generated from operations before working capital movements	1 151 928	1 330 718
Working capital movements	(867 778)	(512 799)
Interest received	28 561	32 104
Interest paid	(161 149)	(204 939)
Taxation paid	(126 998)	(126 026)
Cash flows from investing activities	(109 263)	500 147
Capital expenditure	(119 983)	(43 509)
Proceeds on disposal of assets	737	14 465
Dividends paid to minority shareholders	(12 587)	–
Dividend received from associate	22 570	11 839
Net proceeds on disposal of discontinued operation	–	517 352
Cash flows from financing activities	(561 100)	(817 098)
Proceeds from interest-bearing liabilities	3 490 202	2 160 857
Repayment of interest-bearing liabilities	(3 766 631)	(2 568 226)
Payments on transactions with non-controlling interest	(2 200)	–
Repayment of lease liability	(8 810)	(45 297)
Capital distribution	(273 661)	(364 432)
Net (decrease)/increase in cash and cash equivalents	(645 799)	202 107
Effects of exchange rate changes on cash and cash equivalents	2 798	249
Cash and cash equivalents at beginning of the year	1 054 087	851 731
Total group cash and cash equivalents at end of the year	411 086	1 054 087
Cash and cash equivalents consist of:		
Bank and cash balances	302 980	1 054 087
Disposal group held for sale	108 106	–
Total group cash and cash equivalents at end of the year	411 086	1 054 087

SUMMARISED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	For the year ended 31 August 2023 R'000	For the year ended 31 August 2022 R'000
Stated capital	2 495 999	2 495 999
Balance at beginning of the year	2 495 999	3 134 092
Capital distribution	–	(638 093)
Other reserves	(714 022)	(725 200)
Balance at beginning of the year	(725 200)	(733 554)
Foreign currency translation reserve	11 178	8 354
Accumulated profits	740 986	445 124
Balance at beginning of the year	445 124	224 597
Reclassification to non-controlling interests	–	(8 813)
Total comprehensive income for the year	295 862	229 340
Non-controlling interest	59 953	49 038
Balance at beginning of the year	49 038	36 815
Reclassification to non-controlling interests	–	8 813
Repurchase of non-controlling interest	(3 671)	–
Total comprehensive income/(loss) for the year	27 173	3 410
Dividends paid	(12 587)	–
Total shareholders' interests	2 582 916	2 264 961

AUDIT REPORT

enX's independent auditor, KPMG Inc., has issued its audit opinion on the consolidated and separate financial statements for the year ended 31 August 2023. The audit was conducted in accordance with International Standards on Auditing. KPMG Inc. has issued an unmodified opinion. The audit opinion includes two key audit matters related to the valuation of the maintenance fund as it relates to maintenance revenue recognition as well as the classification of Eqstra as a disposal group held for sale and discontinued operation. A copy of the independent auditor's report together with a copy of the audited consolidated and separate financial statements is available for inspection on the enX website as well as at enX's registered office during normal business hours from 6 November 2023. Shareholders are advised that, in order to obtain a full understanding of the nature of the auditor's engagement, they should obtain a copy of that report together with the consolidated and separate audited consolidated financial statements as at 31 August 2023.

The summarised consolidated financial statements have been derived from and are consistent in all material respects with the consolidated financial statements for the year ended 31 August 2023 but are not audited. The directors take full responsibility for the preparation of these summarised consolidated financial results and confirm that the financial information has been correctly extracted from the underlying audited consolidated financial statements. Any reference to future financial information included in this announcement has not been audited or reported on by the auditor.

The auditor's report does not necessarily report on all of the information contained in these financial results. Shareholders are therefore advised that in order to obtain a full understanding of the nature of the auditor's engagement they should obtain a copy of the auditor's report together with the accompanying financial information from the issuer's registered office.

Information included in this report is extracted from audited information, but is not itself audited.

NOTES

1. Discontinued operations

Consolidated discontinued statement of profit or loss and comprehensive income	For the year ended 31 August 2023 R'000	For the year ended 31 August 2022 R'000
Revenue	1 755 347	3 525 115
Cost of sales	(881 071)	(1 819 833)
Gross profit	874 276	1 705 282
Expected credit losses	26 910	(12 882)
Operating expenses	(613 322)	(1 104 535)
Operating profit before items listed below	287 864	587 865
Impairment of goodwill, intangibles and PPE	2 767	(9 559)
Profit on purchase of investment	1 471	–
Impairment of held for sale assets	–	(216 155)
Operating profit before net finance costs and earnings from associate	292 102	362 151
Net finance costs	(115 283)	(172 121)
Interest received	10 592	9 002
Interest expense	(125 875)	(181 123)
Net profit before tax	176 819	190 030
Attributable taxation expense	(44 629)	(84 762)
Loss on disposal of discontinued operation	–	(20 364)
Net profit after taxation from discontinued operations	132 190	84 904
Cash flows from discontinued operations		
Net cash flows from operating activities	(123 107)	(60 876)
Net cash flows from investing activities	(6 019)	(9 475)
Net cash flows from financing activities	(254 708)	(318 654)
Net cash flows	(383 834)	(389 005)

2. Interest-bearing liabilities

	For the year ended 31 August 2023 R'000	For the year ended 31 August 2022 R'000
Bank debt and overdraft – South Africa	265 277	1 686 008
	265 277	1 686 008
Comprising:		
Non-current	37 061	895 171
Current	228 216	790 837
	265 277	1 686 008

3. Net finance costs

	For the year ended 31 August 2023 R'000	For the year ended 31 August 2022 R'000
Interest received – other	41 779	32 104
Interest expense	(155 641)	(198 606)
Interest on lease liability	(5 508)	(6 611)
	(119 370)	(173 113)
Continuing operations	(4 087)	(992)
Discontinued operations	(115 283)	(172 121)

4. Revenue

	For the year ended 31 August 2023 R'000	For the year ended 31 August 2023 R'000
Revenue recognised at a point in time		
Sale of capital goods	491 569	663 002
Sale of goods, consumables and parts	3 554 823	3 081 303
Sale of used goods	474 929	889 111
Total revenue recognised at a point in time	4 521 321	4 633 416
Revenue transferred over time		
Leasing rentals	856 263	1 373 644
Maintenance and service revenue	380 681	696 897
Value added products	176 642	138 148
Other revenue	15 223	13 545
Total revenue transferred over time	1 428 809	2 222 234
Total revenue	5 950 130	6 855 650
Continuing operations	4 194 783	3 330 535
Discontinued operations	1 755 347	3 525 115

5. Fair value hierarchy disclosures

Valuation methodology

Level 1 – Valuations with reference to quoted prices in an active market:

Financial instruments valued with reference to unadjusted quoted prices for identical assets or liabilities in active markets where the quoted price is readily available and the price represents actual and regularly occurring market transactions on an arm's length basis. There are no level 1 financial instruments in the current year.

Level 2 – Valuations based on observable and unobservable inputs include:

Financial instruments valued using inputs other than quoted prices as described above for level 1 but which are observable for the asset or liability, either directly or indirectly, such as a quoted price for similar assets or liabilities in an active market; a quoted price for identical or similar assets or liabilities in inactive markets; a valuation model using observable inputs; and a valuation model using inputs derived from/corroborated by observable market data.

The net market value of all forward exchange contracts at year-end was calculated by comparing the forward exchange contract rates to the equivalent year-end market foreign exchange rates.

Level 3 – Valuations based on unobservable inputs include:

Financial instruments are valued using significant inputs which are not based on observable market data.

Unlisted investments are valued based on operational performance of the entities which is considered to be appropriate taking into account that the investments are very insignificant to the group.

The table below shows the group's financial assets and liabilities that are recognised and subsequently measured at fair value, analysed by valuation technique.

31 August 2023	Level 2 R'000	Level 3 R'000	Fair value R'000
Financial assets			
Unlisted investments and receivables	–	2 475	2 475
Designated as fair value through profit or loss			
– Derivative financial assets	4 763	–	4 763
– Proceeds receivable		135 240	135 240
	4 763	137 715	142 478
Financial liabilities			
Designated as fair value through profit or loss			
– Cash settled liability relating to the SAR schemes	14 649	–	14 649
– Abakhulu liability	56 983	–	56 983
	71 632	–	71 632

6. Disposal group held for sale

Shareholders are referred to the SENS announcement dated 13 June 2023 advising that enX is in discussions regarding a divestment by the company of its interest in Eqstra Investment Holdings Proprietary Limited. During the strategic and budget process in July 2023 management took a strategic decision to dispose of Eqstra. As at 31 August 2023, management are confident that, based on progress to date, this transaction is likely to be executed in the next 12 months. Therefore effective 31 August 2023 Eqstra has been recognised as a discontinued operation in 2023.

	2023 R'000
Assets	
Property, plant and equipment	49 087
Leasing assets	2 615 003
Intangible assets	19 606
Other investments and loans	840
Deferred taxation	874
Trade and other receivables	212 709
Inventories	42 087
Taxation receivable	1 005
Bank and cash balances	108 106
Total assets	3 049 317
Liabilities	
Interest-bearing liabilities	1 144 302
Lease liabilities	5 238
Deferred taxation	172 229
Trade, other payables and provisions	323 015
Taxation payable	3 853
Total liabilities	1 648 637
Net disposal group held for sale	1 400 680

DIRECTORS

Executive directors: A Hannington (Chief Executive Officer), R Lumb (Chief Financial Officer)

Non-executive directors: P Baloyi (Chairman), W Chapman, R Mokhobo^, Z Matthews*, N Simamane *
*(*Independent)*
(^Lead independent)

The following change to directorship took place during the year:

- R Mokhobo was appointed as an independent non-executive director, effective 3 January 2023 and appointed as lead independent on 12 May 2023;
- B Ngonyama resigned as an independent non-executive director, effective 30 January 2023;
- L Molefe resigned as an independent non-executive director, effective 31 January 2023;
- N Simamane was appointed as an independent non-executive director, effective 8 February 2023; and
- V Jarana resigned as an independent non-executive director and lead independent, effective 30 April 2023.

For and on behalf of the board

A Hannington
Chief Executive Officer

R Lumb
Chief Financial Officer

6 November 2023