***Innovative** Solutions. **Endless** Possibilities.*

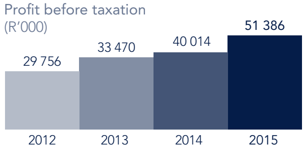
Preliminary Audited Results for the year ended 28 February 2015

Santova

HIGHLIGHTS

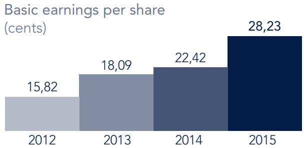
INCREASE IN
PROFIT BEFORE TAX
28,4%

Profit before taxation
(R'000)



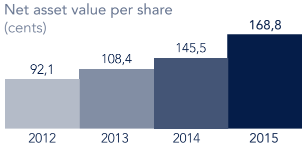
INCREASE IN
BASIC EARNINGS PER SHARE
25,9%

Basic earnings per share
(cents)



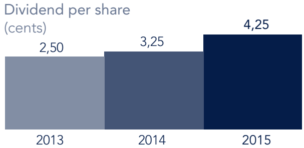
INCREASE IN
NET ASSET VALUE PER SHARE
16,0%

Net asset value per share
(cents)



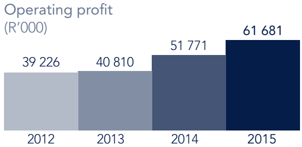
INCREASE IN
ORDINARY DIVIDEND
30,8%

Dividend per share
(cents)



INCREASE IN
OPERATING PROFIT
19,1%

Operating profit
(R'000)



		2015	2014	% movement
Basic earnings per share	(cents)	**28,23**	22,42	25,9
Headline earnings per share	(cents)	**31,00**	24,77	25,2
Net asset value per share	(cents)	**168,8**	145,5	16,0
Tangible net asset value per share	(cents)	**79,2**	54,7	44,8
Capital and reserves	(R'000)	**230 289**	198 510	16,0
Revenue	(R'000)	**237 033**	214 357	10,6
Operating profit	(R'000)	**61 681**	51 771	19,1
Profit before tax	(R'000)	**51 386**	40 014	28,4
Profit for the year	(R'000)	**39 220**	30 786	27,4
Ordinary dividend	(cents per share)	**4,25**	3,25	30,8

COMMENTARY

The 2015 financial period was a successful year for Santova with higher earnings growth and a sound return on equity. Whilst globally, first world economies were striving to gain the momentum lost during the global financial crisis and the emerging economies were not as buoyant as they have been in the past, the Santova Group has yet again managed to produce consistent growth in financial results. In the context of these world economies, our strategic global presence and diversification in terms of geographies, currencies, industries, products and services has again served us well.

Group consolidated revenue at R237,0 million and net income at R39,2 million for the year represented an improvement of 10,6% and 27,4% respectively over the prior year. This result translates into an encouraging increase in headline earnings per share to 31,00 cents per share, which is 25,2% up on the 2014 figure of 24,77 cents.

OPERATIONAL PERFORMANCE

South Africa

In the context of a 'soft' South African economy, our logistics operations in South Africa have managed to retain their strong hold in the domestic market. Whilst the industry has contracted in many quarters, we have been able to grow our revenue to R136,3 million, 5,3% up on the previous year's figure of R129,4 million. What is more important, however, is that despite the intense continued pressure from under-pricing by competitors, reduced trade volumes and a weakening rand, we have managed to retain an operating margin of 22,8%, which is not significantly down from 24,2% last year.

The fact that Santova is not a traditional clearing and forwarding business but rather a supply chain integrator delivering sophisticated logistics management solutions, places it in a very favourable position in challenging economic times. Our specialised software packages constitute the central nervous system of our clients' supply chains and are unique in that they are unlocking 'real time' supply chain data for effective decision making.

Our Financial Services business in South Africa held its own during the course of 2015, a year which proved to be a difficult one, not only for consumers, but also for most domestic based short-term insurers. The business reported growth in profit for the year to R3,5 million, being 6,1% above that of the previous year.

United Kingdom

Our operations in the United Kingdom have encountered a challenging year, characterised mainly by the loss of a few senior clients, competitor price-cutting and slow progress on the acquisition of new clients. This has had the effect of the earnings of the UK Group of R5,8 million being 25,3% down on last years' profit of R7,8 million. Whilst the revenue line has been maintained, operating margin has been reduced by 8,6%, reflecting the additional costs incurred as a result of the increased investment made in these businesses.

Netherlands

Our continued investment in the Netherlands has resulted in the establishment of a highly successful business. Revenue is significantly up 37,9% from R26,5 million to R36,5 million, predominantly as a result of an effective strategy of acquiring new clients. Earnings of R8,5 million are also significantly up 177,0% on the previous years' figure of R3,1 million.

Whilst the European economy is delicate and difficult to predict, it represents a great opportunity to our Group. Our plans to roll-out and leverage off our technology and sophisticated software packages in this region in the near future will ensure that we derive quality diversified revenue streams as a result.

Australia

In 2015 it was indeed encouraging to witness a significant turnaround in this business which was under pressure to resume year-on-year earnings growth not seen in the past few years. The Australian operations profit for the year increased 257,1% to R2,8 million (2014: R0,8 million) which was achieved through the investment in further 'front-end' capabilities resulting in strong new client growth, which has established a niche for the region within the local pharmaceutical industry.

Asia

Our office in Hong Kong and network of representative offices throughout China are a long established and mature business operation, which continues to play a pivotal role in the facilitation, control and management of value-added services for all our regions, adding efficiencies and cost savings for our clients and associates. The result being this region continues to be a meaningful contributor to the Group's profitability, producing a net profit of R2,0 million in 2015, slightly below the R2,1 million recorded in 2014.

Germany

Our operations in Europe have been further strengthened by the acquisition of Masterfreight Internationale Spedition GmbH ("Masterfreight") in Frankfurt, and the subsequent opening of an additional office in Hamburg. These businesses will provide a strategic 'foothold' in this region and will allow us to leverage off our current client base, as worldwide we have many clients who trade with Germany and international associates who also move goods on this trade route.

FINANCIAL PERFORMANCE

Group earnings

The Group delivered a credible 28,4% increase in profit before tax to R51,4 million in 2015 (2014: R40,0 million), which translated into a 25,9% increase in basic earnings per share attributable to ordinary shareholders to 28,23 cents (2014: 22,42 cents).

This result was achieved due to a 7,5% increase in billings to R3 462,8 million in 2015 (2014: R 3 221,5 million), whilst protecting and slightly improving the revenue to billing margin to 6,8% in 2015 (2014: 6,7%). The effect of this was a leveraging upwards in revenue of 10,6% to R237,0 million in 2015 from R214,4 million in 2014.

This increase in revenue was then further enhanced by two factors which lead to the 28,4% increase in profit before taxation:

- The Group improving its operational efficiencies with an increase in operating margin to 26,0% from 24,2%. This is primarily due to cost increases in South Africa being contained to inflationary levels, but slightly offset by above average increases in the foreign operations due to the translation impact of the weakening rand; and
- An increase in interest income of 90,5% to R8,7 million in 2015 (2014: R4,6 million) as a result of an increase in the prime lending rate and the Group enforcing the levying of interest at market related rates on facilities granted to customers.

The Group's effective tax rate increased slightly to 23,7% in 2015 (2014: 23,1%) due to the increased contributions from Netherlands and Australia where the corporate income tax rates are 25% and 30% respectively.

Financial position

The structure of the Groups asset base remained consistent with the prior period with very little change taking place.

Total trade and other receivables increased by a net 5,9% to R547,9 million in 2015 (2014: R517,4 million) due to:

- The 7,5% increase in billings detailed earlier in this report; and
- This was offset by an improvement in debtor's days from 54,5 days to 52,2 days in 2015.

Total intangible assets decreased slightly to R122,3 million in 2015 (2014: R123,9 million) due to a combination of a number of factors:

- A R4,1 million increase in goodwill related to the acquisition of Masterfreight in December 2014, offset by the R3,9 million impairment of W.M. Shipping Limited as detailed in the Group's interim results; and
- A 1,3% strengthening in the closing Rand to British Pound exchange rate which caused a R2,0 million exchange translation loss on goodwill in the current period.

There were two material structural changes within the Group's liability structure during the current financial period:

- A 21,0% decrease in trade and other payables versus the closing balance as at February 2014; and
- A corresponding 34,8% increase in short-term borrowings.

These changes are directly associated and attributable to a restructuring and change of payment date of the Group's deferment facilities in South Africa which took place in August 2014. The restructuring was a decision taken by the Group to facilitate the claiming of VAT by clients following a legislative change and to improve the Group's liquidity. The restructure had no overall effect on borrowing costs and the average borrowing balances remained consistent throughout each month.

Cash flows and funding

The increase in profitability in the current period has resulted in strong cash flows from operating activities being generated by the Group. In 2015, R28,6 million in net cash was generated from operations versus R23,7 million in 2014.

This cash generated from operations was primarily invested as follows:

- R3,4 million primarily in the acquisition of Masterfreight, Germany;
- R9,3 million in the repayment of long-term interest-bearing borrowings; and
- R4,4 million in the payment of the Group's second annual dividend.

The balance of cash generated from operations was retained within the business and is evidenced by the Group's overall cash holdings increasing 21,8% from R36,8 million in 2014 to R44,9 million in the current period 82,9% of this cash is held by the offshore subsidiaries; evidence of their ability to produce positive cash flows as they do not have the same statutorily imposed funding of clients as in the South African region.

THE FUTURE

As companies continue seeking worldwide sourcing and distributing of products in multiple markets, they will require extensive sophisticated operational and logistics solutions across geographies. In these circumstances, we are well placed to leverage off a borderless and integrated world economy which is driven by globalisation and technological advancements. Through being extremely client-centric in our approach, we are able to capitalise on our international offices, systems and processes by integrating and managing activities into key supply chain processes rather than simply managing individual functions. This capability or offering is beyond that of the traditional Customs Clearing and Forwarding business model which most importers and exporters are accustomed to.

For and on behalf of the Board

ESC Garner
Chairman

GH Gerber
Chief Executive Officer

14 May 2015

SUMMARISED CONSOLIDATED STATEMENT OF FINANCIAL POSITION as at 28 February 2015

	Notes	Consolidated 2015 R'000	Consolidated 2014 R'000
ASSETS			
Non-current assets		**140 652**	141 418
Plant and equipment		**7 933**	8 940
Intangible assets	3	**122 264**	123 927
Financial assets		**3 235**	3 175
Deferred taxation		**7 220**	5 376
Current assets		**592 834**	555 123
Trade receivables		**495 162**	480 738
Other receivables		**52 738**	36 627
Current tax receivable		**45**	915
Cash and cash equivalents		**44 889**	36 843
Total assets		**733 486**	696 541
EQUITY AND LIABILITIES			
Capital and reserves		**230 289**	198 510
Stated capital		**145 192**	145 192
Equity compensation reserve		**1 703**	565
Foreign currency translation reserve		**20 445**	24 320
Accumulated profit/(loss)		**59 090**	25 000
Attributable to equity holders of the parent		**226 430**	195 077
Non-controlling interests		**3 859**	3 433
Non-current liabilities		**20 500**	30 080
Interest-bearing borrowings		**18 800**	27 967
Long-term provision		**1 700**	1 777
Financial liabilities	5	**–**	336
Current liabilities		**482 697**	467 951
Trade and other payables		**173 826**	220 750
Current tax payable		**2 710**	4 180
Current portion of interest-bearing borrowings		**8 088**	7 947
Amounts owing to related parties		**216**	204
Financial liabilities	5	**1 447**	9 709
Short-term borrowings		**280 838**	208 321
Short-term provisions		**15 572**	16 840
Total equity and liabilities		**733 486**	696 541

SUMMARISED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME for the year ended 28 February 2015

		Notes	Consolidated 2015 R'000	Consolidated 2014 R'000
Gross billings			**3 462 792**	3 221 519
Revenue			**237 033**	214 357
Other income			**16 758**	15 118
Depreciation and amortisation			**(3 311)**	(3 476)
Administrative expenses			**(188 799)**	(174 228)
Operating profit			**61 681**	51 771
Interest received			**8 686**	4 559
Finance costs			**(18 981)**	(16 316)
Profit before taxation			**51 386**	40 014
Income tax expense			**(12 166)**	(9 228)
Profit for the year			**39 220**	30 786
Attributable to:				
Equity holders of the parent			**38 525**	30 587
Non-controlling interests			**695**	199
Other comprehensive income				
Items that may be reclassified subsequently to profit or loss				
– *Exchange differences arising from translation of foreign operations*			**(4 144)**	22 743
Total comprehensive income			**35 076**	53 529
Attributable to:				
Equity holders of the parent			**34 650**	53 122
Non-controlling interests			**426**	407
Basic earnings per share	(cents)	2	**28,23**	22,42
Diluted basic earnings per share	(cents)	2	**27,73**	22,12
Dividends per share	(cents)		**4,25**	3,25

SUMMARISED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY for the year ended 28 February 2015

	Attributable to equity holders of the parent						
	Stated capital R'000	Equity com-pensation reserve R'000	Foreign currency trans-lation reserve R'000	Accu mulated (loss)/ profit R'000	**Total R'000**	Non-con-trolling interests R'000	**Total equity R'000**
Balances at 28 February 2013	145 192	115	1 785	(2 155)	144 937	3 026	147 963
Total comprehensive income	–	–	22 535	30 587	53 122	407	53 529
Share-based equity reserve charged to profit and loss	–	450	–	(21)	429	–	429
Dividends paid to shareholders	–	–	–	(3 411)	(3 411)	–	(3 411)
Balances at 28 February 2014	145 192	565	24 320	25 000	195 077	3 433	198 510
Total comprehensive income	**–**	**–**	**(3 875)**	**38 525**	**34 650**	**426**	**35 076**
Share-based equity reserve charged to profit and loss	**–**	**1 142**	**–**	**–**	**1 142**	**–**	**1 142**
Foreign currency differences on translation of share-based equity reserve	**–**	**(4)**	**–**	**–**	**(4)**	**–**	**(4)**
Dividends paid to shareholders	**–**	**–**	**–**	**(4 435)**	**(4 435)**	**–**	**(4 435)**
Balances at 28 February 2015	**145 192**	**1 703**	**20 445**	**59 090**	**226 430**	**3 859**	**230 289**

SUMMARISED CONSOLIDATED STATEMENT OF CASH FLOWS

for the year ended 28 February 2015

	Notes	Consolidated 2015 R'000	Consolidated 2014* R'000
OPERATING ACTIVITIES			
Cash generated from operations		**53 685**	45 170
Interest received		**8 546**	4 559
Finance costs		**(18 978)**	(15 959)
Taxation paid		**(14 609)**	(10 102)
Net cash flows from operating activities		**28 644**	23 668
INVESTING ACTIVITIES			
Plant and equipment acquired		**(1 939)**	(3 328)
Intangible assets acquired and developed		**(1 076)**	(877)
Proceeds on disposals of plant and equipment and intangible assets		**496**	293
(Increase)/decrease in amounts owing from related parties		**–**	–
Dividends received		**1 200**	–
Net cash flows on acquisition of subsidiaries	3	**(3 438)**	(6 277)
Net cash flows from investing activities		**(4 757)**	(10 189)
FINANCING ACTIVITIES			
Borrowings repaid		**(9 439)**	(5 597)
Increase in amounts owing to related parties		**12**	37
Dividends paid		**(4 435)**	(3 411)
Net cash flows from financing activities		**(13 862)**	(8 971)
Net increase in cash and cash equivalents		**10 025**	4 508
Difference arising on translation		**(1 979)**	5 257
Cash and cash equivalents at beginning of year		**36 843**	27 078
Cash and cash equivalents at end of year		**44 889**	36 843

* *Restated due to change in accounting policy detailed in note 4*

SUMMARISED CONSOLIDATED SEGMENTAL ANALYSIS
for the year ended 28 February 2015

	Logistics Services R'000	Financial Services R'000	Head office R'000	**Group R'000**
BUSINESS SEGMENTS				
28 February 2015				
Gross billings	**3 533 024**	**9 795**	**33 200**	**3 576 019**
External	**3 453 598**	**8 633**	**561**	**3 462 792**
Internal	**79 426**	**1 162**	**32 639**	**113 227**
Revenue	**228 047**	**9 795**	**(809)**	**237 033**
Depreciation and amortisation	**2 145**	**38**	**1 129**	**3 311**
Operating profit	**55 106**	**3 769**	**2 806**	**61 681**
Interest received	**9 642**	**472**	**(1 428)**	**8 686**
Finance costs	**(19 050)**	**–**	**69**	**(18 981)**
Income tax expense	**(11 426)**	**(778)**	**38**	**(12 166)**
Profit for the year	**34 272**	**3 463**	**1 485**	**39 220**
Total assets	**661 452**	**9 858**	**62 176**	**733 486**
Total liabilities	**517 846**	**1 461**	**(16 110)**	**503 197**
28 February 2014*				
Gross billings	3 285 935	8 967	25 771	3 320 673
External	3 213 438	7 991	90	3 221 519
Internal	72 497	976	25 681	99 154
Revenue	206 367	8 967	(976)	214 357
Depreciation and amortisation	2 506	34	936	3 476
Operating profit	49 189	3 824	(1 242)	51 771
Interest received	5 218	276	(935)	4 559
Finance costs	(16 196)	–	(120)	(16 316)
Income tax expense	(9 437)	(836)	1 045	(9 228)
Profit for the year	28 774	3 264	(1 252)	30 786
Total assets	607 952	7 801	80 788	696 541
Total liabilities	497 738	1 651	(1 358)	498 031

* *During the period under review the Group resolved to change the composition of its reportable segments by disclosing the business activities of the Group's head office, together with the elimination results that arise on consolidation of the Group, in a separate segment. In prior reporting periods these business activities were reported as part of the Logistics Services segment within the South Africa geographical region. The Group believes that the economic characteristics of the services provided by the Group head office are no longer sufficiently similar to that of the Logistics Service segment and therefore should no longer be aggregated. In addition the Group believes that this change will better enable users to evaluate the financial effects of the business activities within the Logistics Services segment. This change in disclosure did not arise from changes in the internal structure of the Group.*

In accordance with IFRS 8 Operating Segments, the prior year comparative amounts have been fully restated so as to be disclosed on the new basis.

	LOGISTICS SERVICES					
	South Africa R'000	Australia R'000	United Kingdom R'000	Europe R'000	Hong Kong R'000	Total R'000
GEOGRAPHICAL SEGMENTS						
28 February 2015						
Gross billings	**2 842 967**	**168 359**	**214 871**	**279 953**	**26 874**	**3 533 024**
Revenue	**136 251**	**16 578**	**32 590**	**37 235**	**5 393**	**228 047**
Net profit	**15 780**	**2 775**	**5 765**	**7 944**	**2 008**	**34 272**
Total assets	**534 357**	**22 814**	**46 392**	**44 335**	**13 554**	**661 452**
Total liabilities	**445 820**	**8 038**	**28 885**	**31 628**	**3 475**	**517 846**
28 February 2014*						
Gross billings	2 757 269	115 969	203 981	179 668	29 048	3 285 935
Revenue	129 411	12 250	32 802	26 457	5 447	206 367
Net profit	15 074	777	7 722	3 052	2 149	28 774
Total assets	512 742	18 107	39 669	25 636	11 798	607 952
Total liabilities	441 508	5 023	26 708	20 212	4 287	497 738

* *During the period under review the Group resolved to change the composition of its reportable segments by disclosing the business activities of the Group's head office, together with the elimination results that arise on consolidation of the Group, in a separate segment. In prior reporting periods these business activities were reported as part of the Logistics Services segment within the South Africa geographical region. The Group believes that the economic characteristics of the services provided by the Group head office are no longer sufficiently similar to that of the Logistics Service segment and therefore should no longer be aggregated. In addition the Group believes that this change will better enable users to evaluate the financial effects of the business activities within the Logistics Services segment.This change in disclosure did not arise from changes in the internal structure of the Group.*

In accordance with IFRS 8 Operating Segments, the prior year comparative amounts have been fully restated so as to be disclosed on the new basis.

1. BASIS OF PREPARATION

The preliminary summarised consolidated financial statements for the year ended 28 February 2015 have been prepared and presented in accordance with the framework concepts and the measurement and recognition requirements of International Financial Reporting Standards ("IFRS"), the SAICA Financial Reporting Guidelines as issued by the Accounting Practices Committee, and Financial Reporting Pronouncements as issued by the Financial Reporting Standards Council, the Listings Requirements of the JSE Limited for preliminary reports, the information required at a minimum by IAS 34: *Interim Financial Reporting*, and the requirements of the South African Companies Act, No 71 of 2008.

The Group's accounting policies are consistent with those applied in the annual financial statements for the year ended 28 February 2014, except for the voluntary change in accounting policy as noted below.

These Preliminary Audited Results were prepared under the supervision of the Group Financial Director, DC Edley, CA(SA).

		2015 R'000	2014 R'000
2. EARNINGS PER SHARE			
Reconciliation between earnings and headline earnings			
Profit attributable to equity holders of the parent		**38 525**	30 587
Net (profit)/loss on disposals of plant and equipment		**(130)**	94
Impairment of goodwill		**3 892**	3 131
Taxation effects		**19**	(18)
Minority Interest		**–**	9
Headline earnings		**42 306**	33 803
Basic earnings per share	(cents)	**28,23**	22,42
Headline earnings per share	(cents)	**31,00**	24,77
Weighted average number of shares	(000s)	**136 459**	136 459
Diluted weighted average number of shares	(000s)	**138 939**	138 285

The difference between earnings per share and diluted earnings per share is due to the impact of share options that are yet to vest under the Group's share option scheme.

	2015 R'000	2014 R'000
3. INTANGIBLE ASSETS		
Goodwill movement:		
Carrying value at beginning of year	**120 821**	106 878
Acquisition of Masterfreight Internationale Spedition GmbH	**4 050**	–
Impairment of investment in W.M. Shipping Limited	**(3 892)**	(3 131)
Translation of foreign operations	**(2 035)**	17 074
Carrying value at end of year	**118 944**	120 821
Carrying value of computer software and trademarks	**3 320**	3 106
Total intangible assets	**122 264**	123 927

3. INTANGIBLE ASSETS continued

Acquisition of Masterfreight Internationale Spedition GmbH ("Masterfreight")

Effective 1 December 2014, the Group acquired the entire issued share capital of Masterfreight, operating primarily as an airfreight importer and exporter out of Frankfurt, Germany. The acquisition is in line with the Group's strategy to expand its footprint in Europe.

The acquisition was concluded for a purchase price of R4 638 787, to be settled entirely in cash as follows:

- R3 587 738 paid upfront by Santova Administration Services, the Group's designated domestic treasury company, using a loan from the holding company for the full amount; and
- One separate contingent payment payable after a 12 month period based on a warranted annual profit being achieved, amounting to a net present value on acquisition date of R1 051 749.

The fair value, on acquisition date, of the assets acquired was R629 774 and the R4 049 947 by which the purchase price exceeds the fair value of the assets acquired, attributable to anticipated profitability and expected cash generation, has been recognised as goodwill.

4. VOLUNTARY CHANGE IN ACCOUNTING POLICIES

The following voluntary change in accounting policy, in terms of IAS 8 *Accounting Policies, Changes in Accounting Estimates and Errors* ("IAS 8"), has been applied during the period under review resulting in the restatement and reclassification of certain comparatives for the year ended 28 February 2015.

IAS 7 *Statement of Cash Flows* – Reclassification of the proceeds from the sale of short-term receivables from financing activities to operating activities

The proceeds received from the sale of short-term receivables have previously been disclosed as a financing cash flow in the Group's Statement of Cash Flows. During the period under review, the Group's management resolved to account for such proceeds in its Statement of Cash Flows as an operating cash flow. The Group generates interest revenue through the provision of short-term finance facilities to clients for logistics related recoverable disbursements, effectively acting as a financial institution. The Group's management regard this as a principal revenue producing activity. The Group funds these short-term receivables through the ongoing sale of such receivables to its principal banker via an invoice discounting facility, on which it incurs an interest expense.

The Group believes that this change will result in more relevant and reliable information being presented in respect of it's cash flows by matching all the related capital inflows and outflows and interest income and expense associated with this principal revenue producing activity and disclosing these as operating cash flows. As required by IAS 8, this change in accounting policy has been retrospectively applied, resulting in the restatement of the Group's Statement of Cash Flows as disclosed below. The change in policy has not resulted in any changes or restatement to the Group's Statement of Financial Position or Statement of Profit or Loss and Other Comprehensive Income.

	2014 R'000s	2013 R'000s
STATEMENT OF CASH FLOWS		
As previously reported		
Net cash flows from operating activities	(48 508)	13 394
Net cash flows from financing activities	63 205	41 217
As currently reported		
Net cash flows from operating activities	23 668	14 528
Net cash flows from financing activities	(8 971)	40 083
Impact of the change		
Net cash flows from operating activities	72 176	1 134
Net cash flows from financing activities	(72 176)	(1 134)

	2015 R'000	2014 R'000
5. FAIR VALUE DISCLOSURE FOR FINANCIAL INSTRUMENTS		
The Group recognised the following financial liabilities in the statement of financial position measured at fair value using significant unobservable inputs (level 3 inputs):		
Current portion of contingent purchase considerations on acquisitions	**990**	7 046

This represents the present value of the remaining contingent purchase obligation arising from the acquisition of Masterfreight Internationale Spedition GmBH (Germany). The fair value of the liability was calculated as the net present value of the warranty payment as set out in the agreement of sale, discounted at the weighted average cost of capital for the acquired entity of 1,04%. The financial liability related to this acquisition can be reconciled as follows:

	2015 R'000
Financial liability raised during the year	**1 052**
Interest on present value calculation	**2**
Foreign exchange gain on translation	**(64)**
Financial liability at end of year	**990**

The prior year amount represents the present value of the remaining contingent purchase obligation arising from the acquisition of W.M. Shipping Limited (United Kingdom). The profit warranty period came to an end during the current financial year and the financial liability to the sellers was settled to the extent the profit warranties were met, with the balance being released to profit or loss.

There were no other material adjustments to fair values of financial instruments during the year.

6. AUDIT OPINION

These preliminary summarised consolidated financial statements have been extracted from the consolidated audited annual financial statements upon which Deloitte have issued an unmodified report, dated 14 May 2015. The auditor's report does not necessarily cover all of the information contained in this announcement/financial report. Shareholders are therefore advised that in order to obtain a full understanding of the nature of the auditor's work they should obtain a copy of that report together with the accompanying financial information from the registered office of the Company or the Company's website.

A copy of the auditor's report on these summarised consolidated provisional financial results and of the auditor's report on the annual financial statements for the year ended 28 February 2015 is available for inspection at the Company's registered office. Any reference to future financial performance included in this announcement, has not been reviewed or reported on by the Company's auditors.

7. EVENTS AFTER THE REPORTING DATE

There are no material events which have taken place after the reporting period for which non-disclosure would affect the ability of the users to make proper evaluations and decisions.

CORPORATE INFORMATION

Registration number		1998/018118/06
Share code		SNV
ISIN		ZAE000159711
Independent non-executive directors		ESC Garner (Chairman) AD Dixon WA Lombard EM Ngubo
Executive directors		GH Gerber (Chief Executive Officer) DC Edley (Group Financial Director) AL van Zyl
Company Secretary		JA Lupton, FCIS
JSE sponsor		River Group
Auditors		Deloitte & Touche
Transfer secretaries		Computershare Investor Services (Pty) Ltd
Investor relations	Contact persons	GH Gerber (Chief Executive Officer) DC Edley (Group Financial Director)
	E mail address	investor@santova.com
	Contact number	+27 31 374 7000
Physical address		Santova House, 88 Mahatma Gandhi Road, Durban, 4001
Postal address		PO Box 6148, Durban, 4000
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