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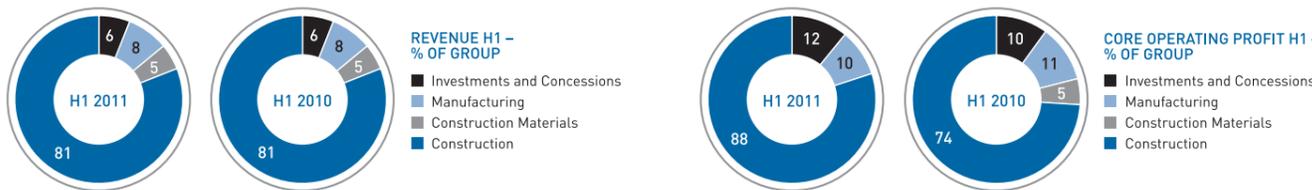


## unaudited interim group results

for the six months ended 31 December 2010

<b>Revenue (R'millions)</b> ↓ 16% Dec 10 ▶ 4 812 Dec 09 ▶ 5 709	<b>Operating profit before fair value adjustments and impairment adjustments (R'millions)</b> ↓ 19% Dec 10 ▶ 324 Dec 09 ▶ 399	<b>Cash and cash equivalents (R'millions)</b> ↓ 706 Dec 10 ▶ 2 400 June 10 ▶ 3 106	<b>Fully diluted headline earnings per share (cents)</b> ↓ 21% Dec 10 ▶ 198 Dec 09 ▶ 249	<b>Earnings per share after fair value adjustments and impairment adjustments (cents)</b> Dec 10 ▶ 354 loss Dec 09 ▶ 265 profit
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### Contribution of each business segment to group revenue and group operating profit



### Commentary

**INTRODUCTION**  
 The period under review remained extremely volatile and unpredictable, with a slow recovery evident in international markets, particularly in African resources and Eastern European concessions, but a domestic market that is regarded as the worst in decades. Against these difficult markets, the group took a decision not to chase order book at the expense of cash and quality of work, but rather to look for better margin work outside of South Africa, preserve cash, cut costs rather than to carry them and not to fund low margin building contracts. Whilst the group's Construction, Manufacturing and Concessions businesses have performed well in light of these tough market conditions, further adverse cyclical and recent fundamental changes in the Construction Materials business, particularly in the aggregates and readymix markets, have occurred. This resulted in the group taking a revised and more conservative view in terms of the future of this cluster and processing a further impairment, as outlined below.

**FINANCIAL PERFORMANCE**  
 Headline earnings per share (HEPS) decreased by 22.6% and fully diluted HEPS (FDHEPS) by 20.5%. Due to an impairment charge on property, plant and equipment (including intangible and goodwill assets) within the Construction Materials business, earnings per share (EPS) is a loss of 354 cents per share and fully diluted EPS (FDPEPS) is a loss of 328 cents per share.

Group revenue decreased by 15.7% from R5,7 billion to R4,8 billion due to a reduction in activity levels within the buildings and civil infrastructure markets and the group's decision not to chase volumes at the expense of margin. Revenue in Manufacturing and Construction Materials was also negatively impacted by adverse market conditions. These conditions, combined with increasing price competition, resulted in operating profit before fair value adjustments and impairment adjustments decreasing by 18.7% from R399 million to R324 million. The group operating margin decreased from 7.0% to 6.7%. Included within operating profit is a deficit on the group's pension fund of R3 million. Excluding all non-core earnings adjustments, operating margin is 6.8%.

Fair value net upward adjustments of R10,4 million (2009: R10,4 million) were recorded during the period relating to the group's interests in Eastern European service concessions.

In line with expectations, net finance income of R12,0 million was recorded during the period compared to net finance income of R7,6 million in the prior period.

The group recognised a tax expense of R94 million despite having a pre-tax loss of R204 million, mainly due to the effect of the limited taxation deduction on the Construction Materials impairment adjustment, secondary taxation on dividends paid and taxation from African jurisdictions with taxation rates higher than the South African corporate tax rate.

**FINANCIAL POSITION**  
 The group balance sheet continues to be sound, with a nil net gearing ratio as at 31 December 2010.

The group processed a gross impairment of R550 million (H2 F2010: R326 million) in its Construction Materials business due to management concluding that the foreseeable market valuation of the aggregate and certain readymix assets is now considerably less than the current carrying amount on the balance sheet. This impairment is in addition to the gross impairment of R326 million taken at 30 June 2010.

Furthermore, during the period, an amount of R9,3 million (2009: R10,6 million) was charged to the income statement, mainly as a result of a conservative treatment on the amount due from contract claims on a terminated Indian toll road contract, carried as a discontinued operation.

**CASH FLOW**  
 The group generated R462 million cash from operations before working capital changes. However, although in line with expectations, working capital absorption of R805 million resulted in a net cash outflow of R706 million in the period. As expected, the finalisation of the large local infrastructure contracts saw the unwinding of advance payments and the settlement of creditor final accounts. Pleasingly, working capital outflows are as a result of the settlement of trade and other payables only, whereas working capital continues to improve in all other areas of trade and other receivables and management of inventory levels.

**DIVIDEND**  
 The group's adopted dividend policy is approximately four times basic earnings per share dividend cover. In recognition of the non-cash nature of the Construction Materials impairment adjustment, the board has approved a dividend based on a cover of approximately four times earnings per share of R2,07 before recording of impairment adjustments and pension fund deficits. An interim dividend of 52 cents per share (2009: 63 cents) has been declared. The dividend policy therefore remains unchanged, being based on the medium term business outlook, availability of liquid resources and the solid contribution from the group.

**BUSINESS COMBINATIONS**  
 There were no business combinations in the period under review.

**SHAREHOLDING**  
 Further to the group's previous statement regarding the unwinding of the iLima Consortium (iLima) shareholding, the courts have awarded in Group Five's favour and instructed the return of the group's shares by iLima, currently delayed due to the liquidation of iLima. As previously reported, this unwinding will have no material bearing on the group's results. The group has excluded the iLima shareholding from its current BBBEE scorecard and confirms that its scorecard has not been adversely affected. The group's BBBEE status is currently a very competitive Level 2.

**INDUSTRY MATTERS**  
 As announced on SENS on 1 February 2011, the group has adopted a proactive stance in respect of the ongoing investigation by the Competition Commission into alleged anti-competitive behaviour within the construction industry. In 2008, the group took the lead and initiated an invasive internal investigation of its own. The group has co-operated with the Commission for the last two years in the interests of determining if it had any exposure and to take advantage of the Commission's leniency programme to assuage the risk of any penalties and/or fines. The group believes it has no such exposure, although this cannot be guaranteed. The board of Group Five once again confirms its support for the Commission's process, its commitment to assist the Commission in its objective to rid the sector of anti-competitive behaviour and reiterates its zero tolerance stance with respect to transgressions against compliance, ethics and integrity. In accordance with the Competition Commission requirements, the group cannot divulge any further detail about the process at this time.

### Operational review

**INTRODUCTION**  
 The South African private sectors in which the group's Construction businesses operate, namely mining, industry and real estate, remained weak. The timing of resumption in government infrastructure spending has been and will remain a key factor for the domestic South African construction industry. Although there is a planned capital investment in excess of R811 billion in public infrastructure spend and R40 billion identified in the PPP and concessions market for large public buildings and roads, as well as power developments, only a few significant awards have been made in the last four consecutive halves.

Whilst the group has focused on, and benefited from, the South African domestic public sector spend for the past two years, it has now returned to a more balanced portfolio of local domestic markets, with resumption in expanding international order books.

In this regard, there has been an increase in activity in the African power, energy and mining sectors in gold, copper, zinc, uranium and coal.

In the Middle East, the group continued to actively pursue new infrastructure opportunities, including power and heavy industry in an expanding number of countries. New contracts were recently won in Abu Dhabi, Jordan and Qatar. The resolution of the commercial closure of the two previously reported terminated contracts in Dubai is proceeding in an orderly fashion.

**GROUP**  
 The group's operating margin is reported net of the following non-core/operational transactions: profit on sale of assets, disposal of subsidiaries, pension fund surpluses and deficits. The group's operating margin, both including and excluding such adjustments, is reflected below.

	Six months ended 31 December 2010	Full year ended 30 June 2010	Six months ended 31 December 2009
Revenue - (R'000)	4 811 683	11 337 588	5 708 793
Reported operating margin %*	6.7	7.7	7.0
Core operating margin %*	6.8	7.3	7.0

\* = core operating margin % is defined as reported operating margin % adjusted for the non-core transactions listed above.  
 \*\* = reported operating margin % is defined as operating profit before fair value adjustments and impairment adjustments as a % of revenue.

	Six months ended 31 December 2010	Full year ended 30 June 2010	Six months ended 31 December 2009
(including Infrastructure Concessions and Property Developments)	282 361	591 871	334 349
Revenue - (R'000)	13.8	12.7	12.1
Reported operating margin %*	14.1	12.8	12.1

Investments and Concessions consists of Infrastructure Concessions and Property Developments. This cluster contributed 5.9% (2009: 5.9%) to group revenue.

**INFRASTRUCTURE CONCESSIONS**  
 This segment demonstrated a consistent performance, despite the continued effects of the deep recession and exceptionally poor weather across the European region. Although revenue decreased by 13.4% to R269 million (2009: R310 million), core operating margin improved to 16.4% (2009: 14.8%), with core operating profit largely unchanged at R44 million (2009: R46 million). Going forward, Eastern European and African concession opportunities are set to remain attractive, with further new projects under development in toll roads and power. The timing of awards in the South African buildings PPP market, however, remains uncertain.

**PROPERTY DEVELOPMENTS**  
 Although Property Developments did not generate positive returns during this financial year, its performance was in line with expectations, as the group continues its programme of divestment from the residential sector in favour of securing development and portfolio management positions in A-grade commercial and retail properties in South Africa.

Therefore, as expected, Property Developments' revenue decreased by 43.1% to R14 million (2009: R24 million) and core operating profit reflected a small loss of R4,2 million (2009: R5,5 million loss).

	Six months ended 31 December 2010	Full year ended 30 June 2010	Six months ended 31 December 2009
Revenue - (R'000)	405 138	866 221	454 022
Reported operating margin %*	7.8	10.0	9.6
Core operating margin %*	7.9	9.5	9.6

Manufacturing consists of building products business, Everite, as well as steel fabrication businesses. Manufacturing contributed 8.4% (2009: 8.0%) to group revenue.

Manufacturing limited the earnings decline in tough market conditions, with a solid performance from especially Everite and Group Five Pipe, which offset weaker construction steel markets. Revenue decreased by 10.8% from R454 million to R405 million. Core operating profit decreased by 26.8% from R44 million to R32 million, resulting in a core operating margin of 7.9% (2009: 9.6%).

The results were achieved through continuous improvement in production techniques, an efficient supply chain, quick stock turns, product range extension and geographic expansion in Everite.

In the period under review, further progress was made in developing the group's Advanced Building Technologies (ABT) product offering into the housing and building market.

	Six months ended 31 December 2010	Full year ended 30 June 2010	Six months ended 31 December 2009
Revenue - (R'000)	240 705	491 860	269 038
Reported operating margin %*	(13.9)	4.1	7.1
Core operating margin %*	(13.9)	3.6	7.1

Construction Materials comprises aggregates, readymix concrete and mining services. Construction Materials contributed 5.0% (2009: 4.7%) to group revenue.

In spite of aggressive cost reduction and process improvement measures taken, this cluster had to deal with the worst downturn for decades in the aggregates and readymix market. The asphalt, mobile crushing, sand and mining services operations have not been as materially affected. Unseasonably heavy rains also affected operations in the last quarter. Revenue for the six months therefore decreased by 10.5% from R269 million to R241 million, with a core operating loss of R33 million (2009: profit of R19 million).

As outlined above, the group has processed a further impairment due to the following factors:

**Cyclical factors**  
 Independent research confirms this down cycle as the most severe in decades. The dearth of workflow into the Gauteng construction sector has resulted in industry volumes and prices within the aggregates and readymix markets recently dropping substantially below the group's most conservative forecast levels.

The aggregates and readymix markets have seen declines of 30 - 70% in volume and 10 - 40% in price from the peak of the market.

**Fundamental structural factors**  
 Current indications are that more than 150 million tons of waste dump rock could progressively enter the aggregates market as the Department of Mineral Resources is pushing for mines to rehabilitate old dumps. This alters the outlook for Construction Materials fundamentally. Cement producers, active in the readymix market, also continue to aggressively cut prices to protect cement powder volumes.

Recovery plans have been intensified to mitigate the significant adverse shift in the market. These include severely reducing output in line with demand, changing product mix, closing, selling, consolidating and relocating multiple sites and possible divestment of business units.

	Six months ended 31 December 2010	Full year ended 30 June 2010	Six months ended 31 December 2009
Revenue - (R'000)	3 883 479	9 387 636	4 651 383
Reported operating margin %*	7.4	7.4	6.4
Core operating margin %*	7.4	6.9	6.4

Construction comprises the business segments of Building and Housing, Civil Engineering and Engineering Projects. Engineering Projects incorporates the businesses of Projects and Engineering & Construction (E+CI). Construction continued to be the largest cluster in the group, contributing 81% to group revenue (2009: 81%).

As a result of good contract execution, the core operating margins remained strong and in line with expectations. The overall Construction core operating margin period on period improved from 6.4% to 7.4%. Although slightly down from the H2 F2010 Construction margin of 7.5%, this margin is pleasing in light of the group's stated objective of maintaining a margin in excess of 5% in Construction.

Construction revenue decreased by 16.5% from R4,7 billion to R3,9 billion and core operating profit decreased by 2.6% to R288 million (2009: R296 million).

Over-border work contributed 25% (2009: 17%) to Construction revenue.

	Six months ended 31 December 2010	Full year ended 30 June 2010	Six months ended 31 December 2009
Revenue - (R'000)	1 215 101	3 186 142	1 551 383
Reported operating margin %*	7.5	7.4	6.0
Core operating margin %*	7.5	6.9	6.0

In spite of the private building sector remaining extremely weak, Building and Housing managed to mitigate this impact through the contribution from some public sector contracts, as well as a focus on over-border opportunities, improved execution and supply chain savings.

Although revenue decreased by 21.7% from R1,6 billion (98% local) to R1,2 billion (79% local), core operating profit decreased by only 1.7% to R91 million (2009: R93 million), resulting in a strong improvement in the core operating margin to 7.5% (2009: 6.0%).

The strong results were achieved due to the completion of large contracts, as well as timeously and successfully focusing on the securing of new over-border and domestic contracts in public buildings and the educational and healthcare sectors.

During the period, the private sector property market remained weak, which was coupled with the slowdown in government's promised infrastructure spend and delays in awards of certain PPP projects.

The secured one-year order book stands at R2,5 billion (64% local) (FY 2010: R2,6 billion and 78% local) and secured work at R3,8 billion (58% local) (FY 2010: R3,5 billion (77% local)).

	Six months ended 31 December 2010	Full year ended 30 June 2010	Six months ended 31 December 2009
Revenue - (R'000)	1 863 462	4 713 487	2 412 214
Reported operating margin %*	6.9	6.6	5.9
Core operating margin %*	7.0	6.2	5.9

Civil Engineering includes the group's activities in South Africa, the rest of Africa and the Middle East.

Civil Engineering revenue decreased by 22.7% from R2,4 billion (82% local) to R1,9 billion (86% local). Core operating profit did well to reduce by only 9.3% from R143 million to R130 million, accompanied by a pleasing increase in overall core operating margin to 7.0% from 5.9% in the corresponding period and 6.4% in H2 F2010. This was due to successful execution and effective commercial management of large contracts in both the public and private sector.

Although tendering activity is high and increasing, awards are currently infrequent.

In the Middle East, the group continues to be conservative in its treatment of the cancelled contracts that continue to progress slowly to resolution. Geographical expansion in the region is progressing, whilst taking due cognisance of the risk imposed by the recent political unrest in the region.

Civil's secured one-year order book stands at R2,2 billion (73% local), compared to R3,0 billion (85% local) as at 30 June 2010. The full order book is at R3,7 billion (51% local) (FY 2010 R3,8 billion (80% local)).

	Six months ended 31 December 2010	Full year ended 30 June 2010	Six months ended 31 December 2009
Revenue - (R'000)	804 916	1 488 007	687 787
Reported operating margin %*	8.3	9.9	8.8
Core operating margin %*	8.4	9.4	8.8

The Engineering Projects cluster incorporates the Projects business and the newly constituted Engineering & Construction (E+CI) business.

A recovery in the African mining markets is underway. There was also some progression in the southern African power and energy markets over the past six months. During the period, revenue increased from R68 million (57% local) to R805 million (44% local), with core operating profit increasing by 11.6% from R60 million to R67 million. Core operating margin remained strong at 8.4% (2009: 8.8%).

The secured one-year order book stands at R1,4 billion (75% local), which is stable as compared to 30 June 2010 when R1,4 billion secured work (51% local) was reported. The full secured order book stands at R1,8 billion (81% local) (FY 2010: R1,9 billion (64% local)).

### Prospects

Construction Materials is receiving intense attention in response to a severely worsened outlook, while Manufacturing is performing well against very tough markets, with Investments and Concessions positioned for growth.

The group's core business of Construction is well positioned and active in key sectors with good growth potential, with a proven reputation for the successful delivery of large complex contracts. The Construction one-year order book stands at R6,1 billion (30 June 2010: R7,1 billion). The group's total secured Construction order book stands at R9,3 billion (30 June 2010: R9,2 billion). The value of the group's target pipeline stands at R104 billion, down from R119 billion in August 2010, with activity in all its markets.

On a group level, the South African government's public works programme has the potential to create growth opportunities within the South African construction sector. However, the lack of certain timing continues to plague the domestic construction sector's ability to plan and forecast. Against this, the group will continue to grow its expertise and capacity in areas where it has developed a multi-disciplinary delivery capability, namely power generation, energy, transport, water, housing, mining and large public infrastructure works. The group's geographic diversification will continue, with active trading in 18 countries in the period under review, with developing business in seven new countries.

Certain African markets offer future prospects, with the outlook for private sector fixed investment and primary infrastructure starting to improve. Spending is however only likely to come through slowly during the 2011 calendar year, with more certainty emerging from calendar 2012.

In the Middle East, the group has moved into new territories outside of Dubai. These markets provide technically attractive, higher-margin opportunities aligned to the group's capabilities in infrastructure and industrial contracts.

The group's strategic focus, its specialist skills, its current order book and its pipeline of opportunities support a positive medium and long term outlook, although short term earnings are likely to be under pressure.

### Estimates and contingencies

The group makes estimates and assumptions concerning the future, particularly with regard to construction contract profit taking, provisions, arbitrations and claims and various fair value accounting policies. The resulting accounting estimates and judgments can, by definition, therefore only approximate the actual results. Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Total financial institution guarantees given to third parties on behalf of subsidiary companies amounted to R4 312 million as at 31 December 2010, compared to R5 062 million as at 30 June 2010.

### Distribution to shareholders by way of a capital reduction from stated capital ("the distribution")

The directors have declared the distribution of 52 cents per ordinary share (2009: 63 cents dividend) payable to shareholders.

DATES OF THE DISTRIBUTION		Date
In order to comply with the requirements of Strate, the relevant details are:		
Event		
Last day to trade (cum-distribution)		Friday, 8 April 2011
Shares to commence trading (ex-distribution)		Monday, 11 April 2011
Record date (date shareholders recorded in books)		Friday, 15 April 2011
Payment date		Monday, 18 April 2011
No share certificates may be dematerialised or re-materialised between		Monday, 11 April 2011, and Friday, 15 April 2011, both dates inclusive.

**TERMS OF PAYMENT**  
 The distribution of 52 cents per ordinary share will be paid to shareholders from Group Five's stated capital.

**FINANCIAL EFFECTS OF THE DISTRIBUTION**  
 The unaudited pro forma financial effects of the distribution on earnings per share ("EPS"), headline earnings per share ("HEPS"), the net asset value ("NAV") and net tangible asset value ("NTAV") per share are set out below. This unaudited pro forma financial information has been prepared for illustrative purposes only. It may therefore not give a fair reflection of Group Five's financial position and results of operations, nor the effect and impact of the distribution going forward. The information is the responsibility of the directors of Group Five.

	Before the distribution <sup>(1)</sup>	After the distribution <sup>(2)</sup>	% change
Earnings per share (EPS) (cents) (loss)	(354)	(355)	(0.3)
Headline earnings per share (HEPS) (cents)	214	212	(0.6)
NAV (cents)	212	206	(2.5)
NTAV (cents)	210	205	(2.7)
Number of shares for EPS and HEPS purposes ('000)	95 910	95 910	-
Number of shares for NAV and NTAV ('000)	95 910	95 910	-

**Notes:**  
 1. Based on Group Five's unaudited interim group results for the six months ended 31 December 2010.  
 2. Based on the assumption that the distribution took place on 1 July 2010 for income statement purposes and on 31 December 2010 for balance sheet purposes.  
 3. EPS and HEPS have been adjusted to take into account the interest foregone on cash balances used in making the distribution of R49,9 million.  
 4. After taking into account the reduction in stated capital following the distribution of R49,9 million.

## OPINION OF THE DIRECTORS

The directors of Group Five have considered the effect of the distribution and are satisfied that, for a period of 12 months from 10 February 2011, being the date of the declaration of the distribution:

- the company and its subsidiaries will be able, in the ordinary course of business, to pay its debts;
- the assets of the company and its subsidiaries will be in excess of the liabilities, having been recognised and measured in accordance with the accounting policies used in the audited results for the year ended 30 June 2010;
- the share capital and reserves of the company and its subsidiaries will be adequate; and
- the working capital and working capital resources of the company and its subsidiaries will be adequate for a period of 12 months from 10 February 2011, being the date of the declaration of the distribution.

## Basis of preparation

These consolidated condensed interim financial statements for the six months ended 31 December 2010 have been prepared in accordance with IAS 34, "Interim Financial Reporting" and in the manner required by the Companies Act of South Africa. The consolidated condensed interim financial information should be read in conjunction with the annual financial statements for the year ended 30 June 2010, which have been prepared in accordance with International Financial Reporting Standards (IFRS). The accounting policies applied are consistent with those of the annual financial statements for the year ended 30 June 2010, as described in those financial statements.

The above information has not been reviewed or reported on by Group Five's auditors.

## Forward looking statements

Certain statement in this release that are neither reported financial results nor other historical information are forward looking statements including but not limited to predictions or indications of future earnings. Undue reliance should not be placed on such statements because, by their very nature, they are subject to known and unknown risks and uncertainties and can be affected by other factors that could cause actual results and company plans and objectives to differ materially from those expressed or implied in the forward-looking statements.

### BOARD CHANGES

During the period under review, there were no changes to the board of directors.

### ACKNOWLEDGMENTS

The group wishes to recognise the hard work and commitment of its employees.

On behalf of the board

**MP Buthelezi** **MR Upton**  
Chairperson Chief Executive Officer

10 February 2011

**Board of Directors:** MP Buthelezi\* (Chairperson), MR Upton (CEO), CMF Teixeira (CFO), L Chalker\*†, KK Mpinga\*•, SG Morris\*, JL Job\*, LE Bakoro [\*]

\* (Non-executive director) † (British) • (DRC)

**Transfer Secretaries:** Computershare Investor Services (Pty) Ltd, 70 Marshall Street, Johannesburg 2001

## Consolidated condensed income statement

(R'000)	Unaudited		Audited
	Six months ended 31 December	2009	Year ended 30 June 2010
	<b>2010</b>		<b>2010</b>
<b>Revenue</b>	<b>4 811 683</b>	5 708 793	11 337 588
<b>Operating profit before fair value adjustments and impairment adjustments</b>	<b>324 575</b>	399 146	876 895
Fair value adjustments relating to investment in service concessions	10 417	10 391	13 532
Impairment of property, plant and equipment and goodwill	(550 540)	-	(325 569)
<b>Operating (loss)/profit</b>	<b>(215 548)</b>	409 537	564 858
Share of (loss)/profit from associates	(521)	1 017	1 347
Finance income	58 374	63 966	143 303
Finance costs	(46 378)	(56 387)	(115 432)
<b>(Loss)/profit before taxation</b>	<b>(204 073)</b>	418 133	594 076
Taxation	(94 354)	(133 233)	(258 297)
<b>(Loss)/profit after taxation from continuing operations</b>	<b>(298 427)</b>	284 900	335 779
<b>Loss for the period from discontinued operations</b>	<b>(9 284)</b>	(10 571)	(22 102)
<b>(Loss)/profit for the period</b>	<b>(307 711)</b>	274 329	313 677
<b>Allocated as follows:</b>			
Equity shareholders of Group Five Limited	(339 362)	252 547	267 377
Non controlling interest	31 651	21 782	46 300
	(307 711)	274 329	313 677
<b>(Loss)/earnings per share – R</b>	<b>(3,54)</b>	2,65	2,80
<b>Fully diluted (loss)/earnings per share – R</b>	<b>(3,28)</b>	2,39	2,56

## Determination of headline earnings

(R'000)	Unaudited		Audited
	Six months ended 31 December	2009	Year ended 30 June 2010
	<b>2010</b>		<b>2010</b>
Attributable (loss)/profit	(339 362)	252 547	267 377
Adjusted for (net of tax)	544 249	10 571	318 534
- Profit on sale of property, plant and equipment and investment property	(202)	-	(267)
- (Profit)/loss on disposal of subsidiary	(819)	-	3 567
- Impairment of property, plant and equipment and goodwill	535 986	-	293 132
- Losses on disposal of discontinued operations	9 284	10 571	22 102
<b>Headline earnings</b>	<b>204 887</b>	263 118	585 911

## Consolidated statement of comprehensive income

(R'000)	Unaudited		Audited
	Six months ended 31 December	2009	Year ended 30 June 2010
	<b>2010</b>		<b>2010</b>
<b>(Loss)/profit for the period</b>	<b>(307 711)</b>	274 329	313 677
<b>Other comprehensive income for the period net of tax</b>			
Exchange differences on translating foreign operations	(64 994)	(33 177)	(68 889)
<b>Total comprehensive (loss)/income for the period</b>	<b>(372 705)</b>	241 152	244 788
<b>Total comprehensive (loss)/income for the period attributable to</b>			
Equity shareholders of Group Five Limited	(404 356)	219 370	198 488
Non controlling interest	31 651	21 782	46 300
<b>Total comprehensive (loss)/income for the period</b>	<b>(372 705)</b>	241 152	244 788

## Consolidated condensed statement of financial position

(R'000)	Unaudited		Audited
	Six months ended 31 December	2009	Year ended 30 June 2010
	<b>2010</b>		<b>2010</b>
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment and investment property	1 529 649	2 460 893	2 106 573
Goodwill	-	24 859	24 859
Investments – service concessions	243 693	224 417	224 311
Investments – property developments	128 691	120 000	128 691
Other non-current assets	178 206	82 477	173 918
	2 080 239	2 912 646	2 658 352
<b>Current assets</b>			
Other current assets	3 539 915	3 930 980	4 096 899
Bank balances and cash	2 417 047	3 262 105	3 129 990
	5 956 962	7 193 085	7 226 889
<b>Non-current assets classified as held for sale</b>	<b>59 233</b>	73 153	65 153
<b>Total assets</b>	<b>8 096 434</b>	10 178 884	9 950 394
<b>EQUITY AND LIABILITIES</b>			
<b>Capital and reserves</b>			
Equity attributable to equity holders of the parent	2 030 748	2 541 387	2 486 357
Non controlling interest	93 638	51 537	75 055
	2 124 386	2 592 924	2 561 412
<b>Non-current liabilities</b>			
Interest bearing borrowings	832 349	877 287	843 244
Other non-current liabilities	62 558	61 746	64 945
	894 907	939 033	908 189
<b>Current liabilities</b>			
Other current liabilities	5 059 644	6 627 533	6 456 620
Bank overdrafts	17 497	19 394	24 173
	5 077 141	6 646 927	6 480 793
<b>Total liabilities</b>	<b>5 972 048</b>	7 585 960	7 388 982
<b>Total equity and liabilities</b>	<b>8 096 434</b>	10 178 884	9 950 394

## Consolidated condensed statement of cash flow

(R'000)	Unaudited		Audited
	Six months ended 31 December	2009	Year ended 30 June 2010
	<b>2010</b>		<b>2010</b>
Cash flow from operating activities	462 188	571 819	1 132 993
Profit before working capital changes	(805 481)	170 428	58 001
Working capital changes			
<b>Cash (utilised)/generated from operations</b>	<b>(343 293)</b>	742 301	1 190 994
Finance income – (net)	11 996	7 580	27 871
Taxation and dividends paid	(192 451)	(119 087)	(284 241)
<b>Net cash (utilised)/generated by operating activities</b>	<b>(523 748)</b>	630 794	934 624
Property, plant and equipment and investment property (net)	(58 754)	(72 910)	(124 739)
Investments (net)	(20 594)	(38 724)	(46 901)
<b>Net cash utilised in investing activities</b>	<b>(79 348)</b>	(111 634)	(171 640)
<b>Net cash utilised in financing activities</b>	<b>(49 431)</b>	(40 109)	(398 601)
Effects of exchange rates on cash and cash equivalents	(53 739)	(14 764)	(36 990)
Net cash generated by discontinued operations	-	-	-
<b>Net (decrease)/increase in cash and cash equivalents</b>	<b>(706 266)</b>	464 287	327 393

## Consolidated segmental analysis

(R'000)		% change	Unaudited		Audited
			Six months ended 31 December	2009	Year ended 30 June 2010
			<b>2010</b>		<b>2010</b>
<b>REVENUE</b>					
<b>Investments and Concessions</b>		(16)	282 361	334 349	591 871
Infrastructure Concessions		(13)	268 567	310 119	557 227
Property Developments		(43)	13 794	24 230	34 644
<b>Manufacturing Construction Materials Construction</b>		(11)	405 138	454 022	866 221
Building and Housing		(11)	240 705	269 038	491 860
Civil Engineering		(17)	3 883 479	4 651 384	9 387 636
Engineering Projects		(22)	1 215 101	1 551 383	3 186 142
		(23)	1 863 462	2 412 214	4 713 487
		17	804 916	687 787	1 488 007
<b>Total revenue</b>		(16)	4 811 683	5 708 793	11 337 588
	H1 2011 Core margin %	% change			
<b>OPERATING PROFIT</b>					
<b>Investments and Concessions</b>	14.1	(2)	39 832	40 523	75 928
Infrastructure Concessions	16.4	(4)	44 038	46 048	83 974
Property Developments	(30.5)	(24)	(4 206)	(5 525)	(8 046)
<b>Manufacturing Construction Materials Construction</b>	7.9	(27)	31 860	43 520	82 300
Building and Housing	(13.9)	(275)	(33 422)	19 061	17 624
Civil Engineering	7.4	(3)	288 212	296 042	649 967
Engineering Projects	7.5	(2)	91 278	92 900	220 022
	7.0	(9)	129 590	142 823	290 001
	8.4	12	67 344	60 319	139 944
<b>Total core operating profit</b>	6.8	(18)	326 482	399 146	825 819
Adjustments for non-operational transactions					
Pension fund (deficit)/surplus			(3 000)	-	55 161
Profit/(loss) on sale of subsidiary			1 093	-	(4 085)
Reported operating profit before fair value and impairment adjustments			324 575	399 146	876 895

## Consolidated condensed statement of changes in equity

(R'000)	Unaudited		Audited
	Six months ended 31 December	2009	Year ended 30 June 2010
	<b>2010</b>		<b>2010</b>
Balance at 1 July	2 561 412	2 407 843	2 407 843
Net (loss)/profit for the period	(307 711)	274 329	313 677
Other comprehensive income for the period	(64 994)	(33 177)	(68 889)
Share options expense	19 721	17 091	43 002
Distribution to non controlling interest	(13 068)	(4 611)	(5 611)
Dividends paid	(70 974)	(68 551)	(128 610)
<b>Balance at end of period</b>	<b>2 124 386</b>	2 592 924	2 561 412

## Statistics

	Unaudited		Audited
	Six months ended 31 December	2009	Year ended 30 June 2010
	<b>2010</b>		<b>2010</b>
<b>Number of ordinary shares</b>	<b>95 910 170</b>	94 765 894	95 335 170
Shares in issue	120 911 817	120 244 494	120 911 817
Less: Shares held by share trusts	(25 001 647)	(25 478 600)	(25 576 647)
Weighted average number of shares ('000s)	95 910	95 236	95 378
Fully diluted weighted average number of shares ('000s)	103 467	105 494	104 376
<b>(Loss)/earnings per share – R</b>	<b>(3,54)</b>	2,65	2,80
<b>Headline earnings per share – R</b>	<b>2,14</b>	2,76	6,14
<b>Fully diluted (loss)/earnings per share – R</b>	<b>(3,28)</b>	2,39	2,56
<b>Fully diluted headline earnings per share – R</b>	<b>1,98</b>	2,49	5,61
<b>Dividend cover (based on (loss)/earnings per share)</b>	<b>(6,8)</b>	4,2	2,0
<b>Dividend cover (based on core earnings per share)</b>	<b>4,0</b>	4,2	4,0
<b>Dividend per share (cents)</b>	<b>52</b>	63,0	137,0
<b>Interim</b>	<b>52</b>	63,0	63,0
<b>Final</b>	<b>-</b>	-	74,0
<b>Net asset value per share – R</b>	<b>21,2</b>	26,8	26,08
<b>Net debt to equity ratio</b>	<b>-</b>	-	-
<b>Current ratio</b>	<b>1.2</b>	0.6	1.1

## Capital expenditure and depreciation

(R'000)	Unaudited		Audited
	Six months ended 31 December	2009	Year ended 30 June 2010
	<b>2010</b>		<b>2010</b>
Capital expenditure for the period	72 575	111 427	210 026
Capital expenditure committed or authorised at the period end	109 852	94 238	209 577
Depreciation for the period	117 530	131 133	245 235

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