

Nictus Limited
 Incorporated in the Republic of South Africa
 RSA 1981/011858/06
 NAM F81/11858
 JSE share code: NCS
 NSX share code: NCT
 ISIN number: NA0009123481
 ("Nictus" or "the Group" or "the Company")

www.nictuslimited.co.za

Consolidated interim results
 for the six months ended 30 September 2014

Highlights

- Group revenue increased by 12% to R25,3 million
- Group's total assets increased by 37% to R506 million year-on-year
- Investment income from operations increased by 66% to R13,5 million
- Net profit after taxation for the period increased by 112% resulting in a profit of R2,7 million

Condensed consolidated statement of comprehensive income

| | | Unaudited Six months ended 30 Sept 2014 | Unaudited Six months ended 30 Sept 2013 | Audited Year ended 31 Mar 2014 |
|--------------------------------------------------------|-----|-----------------------------------------------------|-----------------------------------------------------|--------------------------------------------|
| | % | R'000 | R'000 | R'000 |
| Revenue | 12 | 25 382 | 22 743 | 48 757 |
| Cost of sales | | (9 194) | (10 374) | (13 964) |
| Claims incurred | | (3 123) | (2 223) | (6 721) |
| Gross profit | 29 | 13 065 | 10 146 | 28 072 |
| Other income | | 1 033 | - | 2 285 |
| Investment income from operations | 66 | 13 560 | 8 164 | 18 557 |
| Operating and administrative expenses | | (26 155) | (19 245) | (48 651) |
| Operating profit/(loss) | | 1 503 | (935) | 263 |
| Finance income | | 2 057 | 2 634 | 3 405 |
| Financing costs | | - | - | (1) |
| Profit before taxation | 110 | 3 560 | 1 699 | 3 667 |
| Taxation | | (861) | (428) | (653) |
| Profit after taxation | 112 | 2 699 | 1 271 | 3 014 |
| Other comprehensive income for the year | | - | - | 263 |
| Total comprehensive income for the period | 112 | 2 699 | 1 271 | 3 277 |
| Profit and total comprehensive income attributable to: | | | | |
| Owners of the company | | 2 699 | 1 271 | 3 277 |
| Earnings per share | | | | |
| Basic earnings per share (cents) | 112 | 4,07 | 1,92 | 4,55 |
| Diluted earnings per share (cents) | 112 | 4,07 | 1,92 | 4,55 |
| Weighted average number of shares in issue (000s) | | 66 270 | 66 270 | 66 270 |

| Condensed consolidated statement of financial position | | | |
|--------------------------------------------------------|------------|------------|---------|
| | Unaudited | Unaudited | Audited |
| | Six months | Six months | Year |
| | ended | ended | ended |
| | 30 Sept | 30 Sept | 31 Mar |
| | 2014 | 2013 | 2014 |
| | R'000 | R'000 | R'000 |
| Assets | | | |
| Non-current assets | | | |
| Property, plant and equipment | 17 051 | 17 415 | 16 997 |
| Intangible assets | 573 | - | 573 |
| Investments | 36 595 | 28 415 | 32 883 |
| Loans and receivables | 5 540 | 7 232 | 5 723 |
| Deferred tax assets | 3 971 | 2 741 | 2 460 |
| | 63 730 | 55 803 | 58 636 |
| Current assets | 442 063 | 313 927 | 375 073 |
| Total assets | 505 793 | 369 730 | 433 709 |
| Equity | | | |
| Stated capital | 48 668 | 48 668 | 48 668 |
| Revaluation reserve | 8 170 | 5 905 | 8 170 |
| Retained earnings | 27 452 | 22 747 | 24 753 |
| Total equity | 84 290 | 77 320 | 81 591 |
| Liabilities | | | |
| Non-current liabilities | | | |
| Deferred tax liabilities | 3 829 | 5 483 | 2 506 |
| Current liabilities* | | | |
| Insurance contract liability | 417 674 | 286 927 | 349 612 |
| Other current liabilities | 408 422 | 278 040 | 338 920 |
| | 9 252 | 8 887 | 10 692 |
| Total liabilities | 421 503 | 292 410 | 352 118 |
| Total equity and liabilities | 505 793 | 369 730 | 433 709 |

| Reconciliation between earnings and headline earnings | | | |
|---------------------------------------------------------------------|------------|------------|---------|
| | Unaudited | Unaudited | Audited |
| | Six months | Six months | Year |
| | ended | ended | ended |
| | 30 Sept | 30 Sept | 31 Mar |
| | 2014 | 2013 | 2014 |
| | R'000 | R'000 | R'000 |
| Profit for the period, net of taxation | 2 699 | 1 271 | 3 014 |
| Profit on disposal of property, plant and equipment net of taxation | - | - | (12) |
| Headline earnings | 2 699 | 1 271 | 3 002 |
| Headline earnings per share (cents) | 4,07 | 1,92 | 4,53 |
| Diluted headline earnings per share (cents) | 4,07 | 1,92 | 4,53 |

Condensed consolidated statement of cash flow

| | Unaudited Six months ended 30 Sept 2014 R'000 | Unaudited Six months ended 30 Sept 2013 R'000 | Audited Year ended 31 Mar 2014 R'000 |
|--------------------------------------------------|--------------------------------------------------------------|--------------------------------------------------------------|-----------------------------------------------------|
| Cash flow from operating activities | | | |
| Cash generated from operations | 23 179 | 32 529 | 67 242 |
| Investment income from operations received | 12 880 | 6 653 | 17 233 |
| Interest paid | - | - | (1) |
| Interest received | 2 057 | 2 634 | 3 405 |
| Ordinary dividends received | 680 | 717 | 1 324 |
| Net cash inflow from operating activities | 38 796 | 42 533 | 89 203 |
| Net cash utilised by investing activities | (16 530) | (27 886) | (17 375) |
| Net increase in cash and cash equivalents | 22 266 | 14 647 | 71 828 |
| Cash and cash equivalents at beginning of period | 192 286 | 120 458 | 120 458 |
| Cash and cash equivalents at end of period | 214 552 | 135 105 | 192 286 |

Condensed segmental report

| | Unaudited Six months ended 30 Sept 2014 R'000 | Unaudited Six months ended 30 Sept 2013 R'000 | Audited Year ended 31 Mar 2014 R'000 |
|----------------------------------------|--------------------------------------------------------------|--------------------------------------------------------------|-----------------------------------------------------|
| Segment assets | | | |
| Furniture retail | 50 079 | 57 639 | 50 429 |
| Insurance and finance | 488 835 | 347 352 | 413 126 |
| | 538 914 | 404 991 | 463 555 |
| Head office and eliminations | (33 121) | (35 261) | (29 846) |
| | 505 793 | 369 730 | 433 709 |
| Segment revenue | | | |
| Furniture retail | 17 954 | 19 985 | 36 573 |
| Insurance and finance | 6 292 | 5 033 | 13 460 |
| | 24 246 | 25 018 | 50 033 |
| Head office and eliminations | 1 136 | (2 275) | (1 276) |
| | 25 382 | 22 743 | 48 757 |
| Operating profit/(loss) after taxation | | | |
| Furniture retail | (1 457) | 303 | (806) |
| Insurance and finance | 4 389 | 2 461 | 5 040 |
| | 2 932 | 2 764 | 4 234 |
| Head office and eliminations | (233) | (1 493) | (1 220) |
| | 2 699 | 1 271 | 3 014 |

Condensed consolidated statement of changes in equity

| | Stated capital R'000 | Revalu- ation reserve R'000 | Retained earnings R'000 | Total equity R'000 |
|----------------------------------------------------|----------------------------|--------------------------------------|-------------------------------|--------------------------|
| Balance at 1 April 2013 | 48 668 | 5 905 | 21 476 | 76 049 |
| Total comprehensive income | - | - | 1 271 | 1 271 |
| Profit for the period | - | - | 1 271 | 1 271 |
| Balance at 30 September 2013 | 48 668 | 5 905 | 22 747 | 77 320 |
| Total comprehensive income | - | - | 2 006 | 2 006 |
| Profit for the period | - | - | 1 743 | 1 743 |
| Tax adjustments to revaluation of properties | - | - | 263 | 263 |
| Transfer to reserves | - | 2 265 | - | 2 265 |
| Adjustments to revaluation reserve | - | 2 265 | - | 2 265 |
| Balance at 31 March 2014 | 48 668 | 8 170 | 24 753 | 81 591 |
| Total comprehensive income | - | - | 2 699 | 2 699 |
| Profit for the period | - | - | 2 699 | 2 699 |
| Balance at 30 September 2014 | 48 668 | 8 170 | 27 452 | 84 290 |

Notes to the financial information

1. Statement of compliance

These condensed consolidated interim financial statements are prepared in accordance with International Financial Reporting Standards (IAS) 34 Interim Financial Reporting, the SAICA Financial Reporting Guides as issued by the Accounting Practices Committee and the Financial Reporting Pronouncements as issued by the Financial Reporting Standards Council and the Companies Act of South Africa. The accounting policies applied in the preparation of these interim financial statements are in terms of International Financial Reporting Standards and are consistent with those applied in the previous annual financial statements. The financial information for the year ended 31 March 2014 has been extracted from the audited annual financial information, however the Condensed Consolidated Interim Report ('the Interim Report') has itself not been audited or reviewed. The directors take full responsibility for the preparation of the Interim Report and the correct extraction of the financial information included therein from the underlying annual financial statements for the year ended 31 March 2014. The annual financial statements and the audit report thereon is available for inspection at the Company's registered office and on the Company's website www.nictuslimited.co.za.

The preparation of the Group's condensed consolidated financial results was supervised by the Group Financial Director, FM Theart, CA(SA).

2. Basis of measurement

The condensed consolidated interim financial statements are presented in thousands of South African Rands (R'000s) on the historical cost basis, except for derivative financial instruments and financial instruments at fair value which are measured at fair value and

property which is measured at market value. The accounting policies presented in the annual financial statements for the year ended 31 March 2014 have been applied consistently to all of the periods presented in these condensed consolidated interim financial statements by all Group entities. The accounting policies are in terms of IFRS.

3. Related parties

During the six-month period ended 30 September 2014, certain companies within the Group entered into transactions with each other. These intra-Group transactions have been eliminated on consolidation. Related party information is unchanged from that reported at 31 March 2014. Refer to the 2014 annual report for further information, accessible on Nictus's website www.nictuslimited.co.za.

4. Review of operations

The revenue and profit for the period under review increased compared to the six months ended 30 September 2013. The major contributing factor is attributed to the significant premium and investment income growth in the insurance segment. Despite the turmoil in the South African economy resulting in strikes and labour unrest across all sectors, the equity markets have performed well.

Segmental results

Furniture retail: Revenue decreased by 10% compared to the six months ended 30 September 2013. The furniture retail sector remains under pressure with rising inflation and consumer debt showing a visible impact on consumer spending.

Insurance and finance: The premium income increased by 25% for the six month period ended 30 September 2014. Investment income was higher than in the previous period as a result of good growth on the equity markets resulting in an increased segmental profit for the first six months ended 30 September 2014.

Headline earnings

For the six-month period ended 30 September 2014 there were no items that impacted the headline earnings calculation.

Basic earnings per share

Earnings per share for the six months ended 30 September 2014 was 4,07 cents (30 September 2013: 1,92 cents), and headline earnings per share of 4,07 cents (30 September 2013: 1,92 cents).

Dividend

No interim dividend has been declared.

Prospects

The Group has historically generated more earnings in the second part of the financial year than the first. The board is confident that despite the difficulties in the retail sector the various segments are well placed to build on the positive results achieved in the first six months to ensure a sustainable growth.

Directors

GR de V Tromp was appointed as Deputy Managing Director of Nictus Limited on 18 November 2014.

Secondary listing

With the successful conclusion of the 2012 unbundling the directors resolved to cancel the secondary listing of Nictus on the Namibian

Stock Exchange.

On behalf of the board:

NC Tromp FM Theart
Randburg
1 December 2014

Directors

BJ Willemse (Chairman - Independent non-executive)
Gerard Swart (Independent non-executive)
NC Tromp (Managing Director)
FM Theart (Financial Director)
JD Mandy (Independent non-executive)
PJ de W Tromp (Non-executive)

Transfer secretary

Computershare Investor Services Proprietary Limited
PO Box 61051, Marshalltown 2107

Company secretary

Veritas Board of Executors Proprietary Limited
Corner of Pretoria and Dover Street, Randburg PO Box 2878, Randburg 2125
Registered office

Nictus Building

Corner of Pretoria and Dover Street
PO Box 2878, Randburg 2125

Namibia registered office

3rd Floor, Corporate House
17 Luderitz Street
Windhoek
PO Box 755, Windhoek 9000

Sponsor on the NSX

Simonis Storm Securities (Proprietary) Limited

Sponsor on the JSE

KPMG Services Proprietary Limited