

NOTES TO THE SUMMARISED AUDITED CONSOLIDATED FINANCIAL RESULTS

BASIS OF PREPARATION AND ACCOUNTING POLICIES

The results for the year ended 31 March 2018 have been prepared in accordance with International Financial Reporting Standards ("IFRS"), the disclosure requirements of IAS 34, the SAICA Financial Reporting Guides as issued by the Accounting Practices Committee, the requirements of the South African Companies Act, 2008, and the Listings Requirements of the JSE Limited. The accounting policies applied by the group in the preparation of these summarised audited consolidated financial information are consistent with those applied by the group in its consolidated financial statements as at, and for, the year ended 31 March 2018. There was no material impact on the financial results identified based on management's assessment of the new standards adopted. As required by the JSE Limited Listings Requirements, the group reports headline earnings in accordance with Circular 2/2015: Headline Earnings as issued by the South African Institute of Chartered Accountants. These financial statements were prepared under the supervision of the financial director, AS Lee (CA) SA.

DISCONTINUED OPERATIONS

During the current year ended 31 March 2018 a decision was made to dispose of the Silverline Three Sixty Proprietary Limited Group, the results of the operations was reclassified to discontinued operations in the statement of comprehensive income and in assets and liabilities to disposal groups held for sale in the statement of financial position.

Operations reported as disposal group assets/liabilities held for sale at 31 March 2017 that includes Lalela Music SA Proprietary Limited (a 75% subsidiary), Lalela Music LLC (an 85% subsidiary of Longkloof Limited Group), e.Botswana Proprietary Limited (a 49% subsidiary) and e.tv Botswana Proprietary Limited (an 80% subsidiary) have been finalized effective 30 June 2017 for the Lalela entities and 30 September 2017 for the Botswana entities.

The commercial building at 73 Richfond Circle, Ridgeside, Umhlanga, KwaZulu-Natal owned by Sabido Properties Proprietary Limited was sold for R25 million on 20 December 2017.

	Audited 31 March 2018 R000's	Audited 31 March 2017* R000's
Revenue		
Longkloof Limited Group	-	3 304
e.Botswana Proprietary Limited and e.tv Botswana Proprietary Limited	1 557	4 409
TVPC Media Proprietary Limited	-	749
Shibula Lodge and Spa Proprietary Limited	-	363
Lalela Music Proprietary Limited and Lalela Music LLC	-	13 082
Silverline Three Sixty Proprietary Limited	244 779	279 621
Total revenue	246 336	301 528
(Loss)/profit from discontinued operations		
Longkloof Limited Group	-	33 652
e.Botswana Proprietary Limited and e.tv Botswana Proprietary Limited	(8 060)	(12)
TVPC Media Proprietary Limited	-	(952)
Shibula Lodge and Spa Proprietary Limited	-	(3 124)
Lalela Music Proprietary Limited and Lalela Music LLC	5 394	2 997
Silverline Three Sixty Proprietary Limited	(10 828)	15 790
Total (loss)/profit	(13 494)	48 351

* Prior year restated for discontinued operations

Disposal group held for sale as disclosed in the statement of financial position consist of the following:

	Property, plant equipment R'000	Intangible assets and Goodwill R'000	Other assets R'000	Total assets R'000
Assets				
31 March 2018, Audited				
Silverline Three Sixty Proprietary Limited	85 643	91 782	85 367	262 792

31 March 2017, Audited

Longkloof Limited Group	-	-	5 590	5 590
e.Botswana Proprietary Limited and e.tv Botswana Proprietary Limited	2 801	-	2 813	5 614
Lalela Music Proprietary Limited and Lalela Music LLC	295	12 001	7 133	19 429
Sabido Properties Proprietary Limited	22 985	-	-	22 985
Total assets	26 081	12 001	15 536	53 618

	Financial liabilities R000's	Other liabilities R000's	Total liabilities R000's
31 March 2018, Audited			
Silverline Three Sixty Proprietary Limited	57 378	47 797	105 175

Audited
31 March
2017
R000's

Liabilities

e.Botswana and e.tv Botswana	174
Lalela Music SA and Lalela Music LLC	1 447
Total liabilities	1 621

CHANGES IN COMPARATIVES

The results of discontinued operations have been separately disclosed on the face of the statement of comprehensive income.

RELATED PARTY TRANSACTIONS

During the year, in the ordinary course of business, certain companies within the group entered into transactions with one another. These intra-group transactions have been eliminated on consolidation. Transactions with Hosken Consolidated Investments Limited ("HCI") (ultimate holding company), entities in which HCI has an interest, Remgro Limited ("Remgro") (shareholder in eMedia Investments Proprietary Limited), and Venfin Media Investments Proprietary Limited ("Venfin") (a wholly-owned subsidiary of Remgro) are included in the following table:

	Audited 31 March 2018 R000's	Audited 31 March 2017 R000's
Income / (expense) transaction values with related parties		
HCI - management fees paid	(16 759)	(15 810)
HCI - internal audit service fee	-	(136)
Venfin - management fees paid	(1 888)	(1 781)
Interest income - interest bearing loans to employees	107	128
Interest income - unwinding of employee loans at 0% interest	1 041	1 249
Balances owing (to) / by related parties		
HCI - working capital loan	(8 602)	(8 602)
HCI Managerial Services Proprietary Limited	(1 700)	(1 555)
Venfin - loan relating to the acquisition of Longkloof Limited	(156 605)	(156 605)
Cape Town Film Studios - associate loan	111 459	101 858
Dreamworld Management Company - associate loan	12 029	11 666
Employees of the Group - loans relating to company shares held by employees	11 763	14 593

CHANGES IN DIRECTORATE AND COMPANY SECRETARIAL

Chief executive officer, A van der Veen, was appointed to the board on 14 November 2017. Y Shaik was appointed to the board as a non-executive director on 3 July 2018.

Ms Junadi van der Merwe resigned as company secretary and HCI Managerial Services (Pty) Ltd has been appointed with effect from 31 March 2018.

DIVIDEND TO SHAREHOLDERS

The directors have resolved not to declare a dividend for the year ended 31 March 2018 (2017: Nil).

Signed for and on behalf of the board on 25 July 2018.



A van der Veen
Chief Executive Officer



AS Lee
Financial Director