

	Group		Company	
	2003 R'000	2002 R'000	2003 R'000	2002 R'000
A. RECONCILIATION OF INCOME (LOSS) BEFORE TAXATION TO CASH GENERATED FROM (UTILISED IN) OPERATIONS				
Income (loss) before taxation	54 986	31 123	749	(273)
Adjusted for:	3 329	13 918	(1 230)	(22)
Profit on sale of business	(1 383)	-	-	-
Net profit on disposal of property and equipment	-	140	-	-
Depreciation and scrapping of property and equipment	5 589	11 870	-	-
Amortisation of goodwill	7 677	3 002	(1 120)	-
Interest received	(7 528)	(1 492)	(110)	(22)
Interest paid	108	398	-	-
Income from associate	(1 134)	-	-	-
Operating profit (loss) before working capital changes	58 315	45 041	(481)	(295)
Working capital changes	12 830	(11 144)	34	(60)
Inventories	(1 509)	(1 116)	-	-
Accounts receivable	16 594	(56 023)	41	-
Accounts payable, provisions and deferred revenue	(2 255)	45 995	(7)	(60)
Cash generated from (utilised in) operations	71 145	33 897	(447)	(355)
B. TAXATION PAID				
Opening balance	(7 573)	(4 810)	571	287
Income statement charge - current	(18 069)	(10 221)	(33)	(6)
Associate - taxation charge included in current charge	340	-	-	-
Movement in deferred taxation	(2 024)	(2 327)	-	-
Closing balance	10 911	7 573	(538)	(571)
	(16 415)	(9 785)	-	(290)
C. (INCREASE) DECREASE IN INVESTMENTS AND LOANS				
Movements in investments	(2 376)	(1 098)	(30 277)	5 349
Acquisition consideration due transferred from subsidiary company	-	-	12 003	-
	(2 376)	(1 098)	(18 274)	5 349
D. ACQUISITION OF INTANGIBLE ASSETS				
Opening balance	16 658	21 610	(2 240)	-
Income statement amortisation charge	(7 677)	(3 002)	1 120	-
Goodwill on acquisitions during the year	30 256	(2 240)	-	(2 240)
Reduction due to non-achievement of profit warranties	(2 046)	-	-	-
Closing balance	(37 191)	(16 658)	1 120	2 240
	-	(290)	-	-

	Group		Company	
	2003 R'000	2002 R'000	2003 R'000	2002 R'000
E. BUSINESSES AND SUBSIDIARIES ACQUIRED				
Assets acquired				
- property and equipment	374	-	-	-
- bank balances and cash	3 216	-	-	-
- loans	-	3 280	-	3 280
- trade receivables	13 032	-	-	-
- other receivables	73	-	-	-
- inventory	1 311	-	-	-
Outside shareholders interest at acquisition	-	1 024	-	1 024
Liabilities assumed				
- trade and other payables	(10 480)	-	-	-
- long-term liabilities	(508)	-	-	-
	7 018	4 304	-	4 304
Goodwill	30 256	(2 240)	-	(2 240)
Total consideration	37 274	2 064	-	2 064
Satisfied by:				
- acquisition consideration due after year-end	29 224	-	-	-
- cash consideration paid	8 050	2 064	-	2 064
Total consideration	37 274	2 064	-	2 064
Cash effect:				
Cash consideration paid	(8 050)	(2 064)	-	(2 064)
Bank balances and cash acquired	3 216	-	-	-
	(4 834)	(2 064)	-	(2 064)
F. SHARE CAPITAL ISSUED FOR CASH				
Opening balance	(32 013)	(7 101)	(32 013)	(7 101)
Closing balance	43 774	32 013	43 774	32 013
Share issue financed by loan to share trust	-	(3 000)	-	(3 000)
Share issue expenses	242	385	242	385
Share issues to vendors on achievement of profit warranties	(12 003)	(3 713)	(12 003)	(3 713)
	-	18 584	-	18 584
G. ACQUISITION CONSIDERATION DUE CASH PAYMENTS				
Opening balance	(13 742)	(30 674)	-	(12 204)
New acquisitions	(29 224)	-	-	-
Share issues to vendors on achievement of profit warranties	12 003	3 713	12 003	3 713
Transfer of acquisition consideration due from subsidiary companies	-	-	(12 003)	(1 203)
Reduction to goodwill due to non-achievement of profit warranties				
- cash	1 004	-	-	-
- shares	1 042	-	-	-
Transfer to non-distributable reserve on non-achievement of profit warranties	-	7 438	-	7 438
Closing balance	26 182	13 742	-	-
	(2 735)	(5 781)	-	(2 256)
H. CASH AND CASH EQUIVALENTS				
Bank balances and cash	117 755	71 460	40	18 893