

# Statements of Changes in Equity

for the year ended 29 February 2004

	Share capital R'000	Share premium R'000	Treasury shares R'000	Non-distributable reserve R'000	Acquisition consideration due R'000	Distributable reserves R'000	Total R'000
<b>GROUP</b>							
<b>Balance at 01 March 2002 as previously stated</b>	<b>19</b>	<b>31 994</b>	-	<b>14 543</b>	<b>4 617</b>	<b>68 172</b>	<b>119 345</b>
Consolidation of Datacentrix Holdings							
Share Trust (refer note 10)	-	(8)	(10 029)	-	-	(60)	(10 097)
<b>Balance at 01 March 2002 restated</b>	<b>19</b>	<b>31 986</b>	<b>(10 029)</b>	<b>14 543</b>	<b>4 617</b>	<b>68 112</b>	<b>109 248</b>
Earnings attributable to ordinary shareholders	-	-	-	-	-	36 917	36 917
Loss on sale of treasury shares in trust	-	(6)	-	-	-	-	(6)
Treasury shares - movement during the year	-	-	(106)	-	-	-	(106)
Shares issued on achievement of profit warranties	1	12 002	-	-	(12 003)	-	-
Share issue expenses	-	(242)	-	-	-	-	(242)
Raised on new acquisitions	-	-	-	-	15 224	-	15 224
Non-achievement of profit warranties	-	-	-	-	(1 042)	-	(1 042)
<b>Balance at 28 February 2003</b>	<b>20</b>	<b>43 740</b>	<b>(10 135)</b>	<b>14 543</b>	<b>6 796</b>	<b>105 029</b>	<b>159 993</b>
Adjustment for the implementation of AC133 - opening balance (refer note 10)	-	-	-	-	-	931	931
Earnings attributable to ordinary shareholders	-	-	-	-	-	31 746	31 746
Transfer to distributable reserves	-	-	-	(14 543)	-	14 543	-
Treasury shares - movement during the year	-	-	(943)	-	-	-	(943)
Share issue expenses	-	(86)	-	-	-	-	(86)
Profit on sale of treasury shares in trust	-	102	-	-	-	-	102
Shares issued on achievement of profit warranties	-	5 050	-	-	(5 050)	-	-
Raised on new acquisitions	-	2 025	-	-	-	-	2 025
<b>Balance at 29 February 2004</b>	<b>20</b>	<b>50 831</b>	<b>(11 078)</b>	-	<b>1 746</b>	<b>152 249</b>	<b>193 768</b>
<b>COMPANY</b>							
<b>Balance at 01 March 2002</b>	<b>19</b>	<b>31 994</b>	-	<b>13 443</b>	-	<b>2 372</b>	<b>47 828</b>
Earnings attributable to ordinary shareholders	-	-	-	-	-	716	716
Shares issued on achievement of profit warranties	1	12 002	-	-	-	-	12 003
Share issue expenses	-	(242)	-	-	-	-	(242)
<b>Balance at 28 February 2003</b>	<b>20</b>	<b>43 754</b>	-	<b>13 443</b>	-	<b>3 088</b>	<b>60 305</b>
Earnings attributable to ordinary shareholders	-	-	-	-	-	990	990
Transfer to distributable reserves	-	-	-	(13 443)	-	13 443	-
Shares issued on achievement of profit warranties	-	5 050	-	-	-	-	5 050
Raised on new acquisitions	-	2 025	-	-	-	-	2 025
Share issue expenses	-	(86)	-	-	-	-	(86)
<b>Balance at 29 February 2004</b>	<b>20</b>	<b>50 743</b>	-	-	-	<b>17 521</b>	<b>68 284</b>

Where a profit warranty on acquisition of a subsidiary or division was not achieved and the related goodwill had been charged to share premium at an earlier date, the cash and equity portion of consideration due that was cancelled, was charged directly to non-distributable reserves. All these amounts have now been paid and the directors therefore resolved to transfer the non-distributable reserves to distributable reserves. Profit warranties not achieved in the previous year were applied to reduce the goodwill raised at the time of acquisition. All profit warranties were achieved in the current year. (Refer note 10 for details about the change in accounting policy.)

# Cash Flow Statements

for the year ended 29 February 2004

	Notes	Group		Company	
		2004 R'000	2003 R'000	2004 R'000	2003 R'000
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>					
Cash receipts from customers		768 574	774 227	-	-
Cash paid to suppliers and employees		(725 019)	(703 062)	(283)	(447)
<b>Cash generated from (utilised in) operations</b>	<b>A</b>	<b>43 555</b>	71 165	<b>(283)</b>	(447)
Interest received		10 476	7 528	153	110
Interest paid		-	(108)	-	-
Taxation (paid) received	<b>B</b>	<b>(25 959)</b>	(16 415)	<b>508</b>	-
<b>Net cash inflow (outflow) from operating activities</b>		<b>28 072</b>	62 170	<b>378</b>	(337)
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>					
Additions to property and equipment		(6 916)	(6 927)	-	-
Proceeds from sale of property and equipment		73	-	-	-
Proceeds on disposal of business		-	1 383	-	-
Decrease (increase) in investment and advance payments	<b>C</b>	<b>2 447</b>	(2 376)	<b>315</b>	(18 274)
Acquisition of intangible assets	<b>D</b>	-	-	-	-
Businesses and subsidiaries acquired	<b>E</b>	<b>(2 041)</b>	(4 834)	-	-
<b>Net cash (outflow) inflow from investing activities</b>		<b>(6 437)</b>	(12 754)	<b>315</b>	(18 274)
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>					
Share capital issued	<b>F</b>	-	-	-	-
Increase in treasury shares		(943)	(106)	-	-
Share issue expenses	<b>F</b>	<b>(86)</b>	(242)	<b>(86)</b>	(242)
Acquisition consideration due cash payments	<b>G</b>	<b>(7 368)</b>	(2 749)	-	-
<b>Net cash outflow from financing activities</b>		<b>(8 397)</b>	(3 097)	<b>(86)</b>	(242)
<b>NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</b>		<b>13 238</b>	46 319	<b>607</b>	(18 853)
Cash and cash equivalents at the beginning of the year	<b>H</b>	<b>117 784</b>	71 465	<b>40</b>	18 893
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR</b>		<b>131 022</b>	117 784	<b>647</b>	40