

# Notes to the Annual Financial Statements (continued)

for the year ended 29 February 2004

## 28. FINANCIAL INSTRUMENTS (continued)

### Derivative Financial Instruments

The group utilises currency derivatives to hedge future foreign currency transactions and cash flows. As a matter of policy, the group does not enter into derivative contracts for speculative purposes. All forward exchange contracts were fair-valued at year-end. The group utilises currency derivatives to hedge future foreign currency transactions and cash flows. At balance sheet date, the group had contracted to buy the following amounts under forward contracts:

	Foreign currency amount '000	Spot rate	2004 R'000	2003 R'000
US Dollars	3 023	6.665	20 148	15 174
Euro	69	8.300	573	870
			20 721	16 044

The foreign exchange contracts have maturity dates ranging from March 2004 to December 2004.

At 29 February 2004, the fair value of the group's currency derivatives were estimated to be approximately R40 000 (2003: R268 000), based on market values of equivalent instruments at the balance sheet date.

## 29. SHAREHOLDERS' ANALYSIS

The analysis excludes shares deemed to be issued (refer note 21).

Major Shareholders (over 5% holding)	2004		2003	
	Number of shares	%	Number of shares	%
Aka Capital (Proprietary) Limited [Co-ordinated Network Investments (Proprietary) Limited and Eglin Investments Number 31 (Proprietary) Limited]	91 152 467	46	91 152 467	47
Treacle Nominees (Proprietary) Limited	27 056 817	13	27 056 817	14
Gerhard Uys	16 053 031	8	16 053 031	8
Klaas Lammers	14 553 030	7	14 553 030	8
Other directors, management and staff	16 551 841	8	15 420 304	8
Datacentrix Holdings Share Trust	9 323 400	5	9 323 400	5
General public and corporate investors	25 172 073	13	19 522 231	10
<b>Total</b>	<b>199 862 659</b>	<b>100</b>	<b>193 081 280</b>	<b>100</b>

2004	Number of shareholders		Number of shares	
		%		%
1 to 10 000 shares	479	74	1 754 164	1
10 001 to 50 000 shares	90	14	2 227 713	1
50 001 to 100 000 shares	13	2	901 617	-
100 001 to 500 000 shares	34	5	9 293 398	5
500 001 to 1 000 000 shares	6	1	3 885 726	2
1 000 001 shares and over	22	4	181 800 041	91
<b>Total</b>	<b>644</b>	<b>100</b>	<b>199 862 659</b>	<b>100</b>

2003	Number of shareholders		Number of shares	
		%		%
1 to 10 000 shares	396	73	1 287 213	1
10 001 to 50 000 shares	84	15	1 975 798	1
50 001 to 100 000 shares	11	2	904 721	-
100 001 to 500 000 shares	30	6	7 072 995	4
500 001 to 1 000 000 shares	9	2	6 535 825	3
1 000 001 shares and over	13	2	175 304 728	91
<b>Total</b>	<b>543</b>	<b>100</b>	<b>193 081 280</b>	<b>100</b>

## 30. BORROWING POWERS OF THE COMPANY AND ITS SUBSIDIARIES

The borrowing powers of Datacentrix Holdings Limited's directors are unlimited.

The directors of the subsidiaries are governed by an approval framework, which is reviewed by the Datacentrix Holdings Limited board from time to time.

## 31. SEGMENTAL ANALYSIS

All the group's activities are within South Africa. For reporting purposes, the group is organised into two operating divisions, and a head office function. These divisions are the basis on which the group reports its primary segment information. Principal activities are as follows:

- Infrastructure - supply of IT infrastructure and services
- Solutions - supply of business solutions

The business segmental information is presented below:

	Infrastructure R'000	Solutions R'000	Head office R'000	Group R'000
<b>2004</b>				
Revenue	676 651	87 131	-	763 782
Earnings attributable to ordinary shareholders	21 876	8 880	990	31 746
Depreciation, scrapping and impairment of assets	2 122	5 088	87	7 297
Goodwill amortised	8 672	-	-	8 672
Assets	237 152	42 915	38 412	318 479
Liabilities	100 534	24 177	-	124 711
Capital expenditure	1 433	5 483	-	6 916
	Infrastructure R'000	Solutions R'000	Head office R'000	Group R'000
<b>2003</b>				
Revenue	726 661	44 077	-	770 738
Earnings attributable to ordinary shareholders	27 442	8 759	716	36 917
Depreciation, scrapping and impairment of assets	3 069	2 435	85	5 589
Goodwill amortised	3 937	3 740	-	7 677
Assets	273 803	16 750	27 440	317 993
Liabilities	151 104	6 896	-	158 000
Capital expenditure	3 490	3 603	208	7 301

## 32. LEASE COMMITMENTS - GROUP ONLY

At the balance sheet date, the group had outstanding commitments under non-cancelable operating leases with a term of more than one year, which fall due as follows:

	Group	
	2004 R'000	2003 R'000
Within one year	4 941	5 762
In the second to fifth year inclusive	1 642	7 543
	<b>6 583</b>	<b>13 305</b>

## 33. CONTINGENT LIABILITIES AND CAPITAL COMMITMENTS

The group has no material contingent liabilities. The board has approved the acquisition of property and erection of a building to the value of R15 million, which will be funded from internal resources.

## 34. SUBSEQUENT EVENTS

No material event occurred between the end of the financial year and the date of this report, which required disclosure in, or adjustments to, the annual financial statements.