

# UNAUDITED INTERIM RESULTS FOR THE SIX MONTHS ENDED 31 DECEMBER 2011

# EQSTRA HOLDINGS LIMITED

Revenue increased **11.2%** to R4 022 million

Headline earnings per share increased **18.3%** to 36.8 cents

Operating profit increased **12.6%** to R455 million

Credit rating upgraded to **zaA-** from zaBBB+

Profit before taxation increased **45.3%** to R263 million

Leasing assets increased **10.2%** to R8 406 million

## Introduction

The board of directors is pleased to report that the Eqstra group ("the group") grew earnings in an environment characterised by continued economic uncertainty and a challenging climate for industrial relations. **Contract Mining and Plant Rental's** Benga project in Mozambique continued to deliver good results, however, the division was negatively impacted by industrial action in the domestic market and an underperforming contract. **Construction and Mining Equipment Distributorships' (CMED)** performance was below expectations due to lumpy mining sector demand and weak demand from the construction industry. **Passenger and Commercial Vehicles** delivered another pleasing operating performance underpinned by annuity contracts, value-added services and the resumption of leasing asset growth. **Industrial Equipment** performed well despite a strong yen. United Kingdom (UK) forklift operations delivered a good performance with increased market share in a difficult market.

## Overview of continuing operations

- Revenue from continuing operations increased by 11.2% to R4 022 million (H1'11: R3 616 million), with growth spread across divisions.
- Operating profit increased by 12.6% to R455 million (H1'11: R404 million), mainly on the back of a good performance by Passenger and Commercial Vehicles.
- Net finance costs increased by 17.2% to R252 million (H1'11: R215 million) as average debt levels increased during the year due to growth in leasing assets and increased investment in working capital.
- Profit before taxation from continuing operations increased 45.3% to R263 million (H1'11: R181 million), which includes an impairment reversal of R35 million relating to an insurance claim.
- Basic earnings per share from continuing operations increased 51.9% to 47.1 cents and headline earnings per share from continuing operations increased by 18.3% to 36.8 cents.
- Leasing assets increased by 10.2% to R8 406 million (H2'11: R7 625 million) mainly due to growth of the Benga equipment fleet in Contract Mining and Plant Rental as well as the translation effect of foreign currency denominated assets due to a weaker rand.

## Discontinued operations

Eqstra and Caterpillar Global Mining LLC ("CAT") are negotiating a transaction, whereby the Mining services (Bucyrus) business unit would be sold as a going concern for a purchase price based on predetermined asset and inventory values and goodwill. Shareholders are referred to the cautionary announcement as updated on 12 January 2012.

The New Holland Construction business unit has been classified as a discontinued operation. Negotiations are ongoing in this regard.

Prior period results of the group and the CMED division have been reclassified to reflect the effect of discontinued operations.

## Long-term debt funding

Total interest-bearing liabilities increased by 20.2% to R6 699 million (H2'11: R5 571 million), mainly due to the planned increase in revenue generating assets and increased investment in working capital. The increase in inventories is attributable to an increase in committed orders. The group complied with all bank debt covenants.

- Interest cover (EBITDA) increased slightly to 5.4 times (H1'11: 5.3 times); and
- Capital adequacy decreased to 23.0% (H2'11: 25.3%).

The board believes that sufficient facilities are in place to meet the group's liquidity requirements.

## Divisional review

### Contract Mining and Plant Rental

	For the six months ended		Year ended	
	31 December 2011	31 December 2010	30 June 2011	30 June 2010
	Rm	Rm	Rm	Rm
Revenue	1 840	1 647	1 578	3 225
Operating profit	185	173	149	322
Operating margin	10.1%	10.5%	9.4%	10.0%
Net finance costs	(141)	(103)	(118)	(221)
Profit (loss) before taxation	81	70	(19)	51
Leasing assets	4 511	3 095	3 912	3 912

Revenue increased 11.7%, mainly due to higher volumes on the Benga project. Operating profit increased by 6.9% and profit before taxation increased by 15.7%, but industrial action during the period reduced both revenue and the operating margin, as standing costs relating to equipment and staff negatively impacted results. The terms of the loss making Platmin contract was renegotiated effective 1 January 2012. The successful conclusion of an insurance claim relating to equipment damage during the latter part of H2'11 resulted in an impairment reversal of R35 million. Plant rental performed well in Mozambique and Namibia, but demand from the domestic construction industry remains weak.

### Construction and Mining Equipment Distributorships – Continuing operations

	For the six months ended		Year ended	
	31 December 2011	31 December 2010	30 June 2011	30 June 2010
	Rm	Rm	Rm	Rm
Revenue	163	208	299	507
Operating (loss) profit		(1)	34	33
Operating margin		(0.5%)	11.4%	6.5%
Net finance costs	(1)	(4)	(1)	(5)
Profit before taxation	(2)	(6)	30	24
Inventories	386	532	544	544

The continuing operations of the division consist of Terex rigid and articulated dump trucks and Slepner excavator transport systems. Although sales were slow during the period due to continued pressure on the construction sector, order intake has improved in recent months, with a secured order book at period-end of R200 million.

### Passenger and Commercial Vehicles

	For the six months ended		Year ended	
	31 December 2011	31 December 2010	30 June 2011	30 June 2010
	Rm	Rm	Rm	Rm
Revenue	1 095	967	944	1 911
Operating profit	174	154	162	316
Operating margin	15.9%	15.9%	17.2%	16.5%
Net finance costs	(70)	(69)	(61)	(130)
Profit before taxation	104	85	101	186
Leasing assets	2 765	2 524	2 576	2 576

The division delivered a satisfying performance from its annuity contracts with revenue increasing 13.2% as a result of the growth in logistics revenues, value-added products and a good contribution from the remarketing of off-lease vehicles. The operating profit margin was unchanged and profit before taxation increased by 22.4% as finance costs remained constant. Leasing assets grew by 7.3%.

### Industrial Equipment

	For the six months ended		Year ended	
	31 December 2011	31 December 2010	30 June 2011	30 June 2010
	Rm	Rm	Rm	Rm
Revenue	940	816	791	1 607
Operating profit	87	96	90	186
Operating margin	9.3%	11.8%	11.4%	11.6%
Net finance costs	(50)	(43)	(40)	(83)
Profit before taxation	55	46	55	101
Leasing assets	1 266	1 101	1 201	1 201

Revenue increased by 15.2% and profit before taxation increased 19.6%. The strength of the yen negatively impacted the domestic operating margin. During the period 54% of new forklift sales in the SA market and 61% in the UK market were sold into the leasing fleet. The heavy lift business unit made a better than expected contribution and benefitted from a strong aftermarket performance. UK operations delivered a pleasing result, with market share growing.

## Dividend

In line with the group's dividend policy, the board will consider an annual dividend declaration at the financial year-end.

## Acknowledgement

The board would like to thank Dr Danie Cronjé, who retired from the board as an independent non-executive director and chairperson of the board on 16 November 2011, for his valued contribution. The board welcomes Mr Nkateko (Peter) Mageza, who was appointed as an independent non-executive director on 1 October 2011 and as chairperson of the board on 16 November 2011.

## Outlook

Eqstra, with its robust balance sheet, leading market positions and strong cash generation, is well positioned, despite growth and market volatility concerns in the global economy.

By order of the board

NP Mageza  
Chairperson

WS Hill  
Chief Executive

20 February 2012

## CONDENSED GROUP STATEMENT OF FINANCIAL POSITION

as at

	Unaudited 31 December 2011 Rm	Unaudited 31 December 2010 Rm	Audited 30 June 2011 Rm
<b>ASSETS</b>			
<b>Non-current assets</b>	<b>9 174</b>	7 331	8 316
Intangible assets and goodwill	24	11	22
Property, plant and equipment	455	397	429
Leasing assets	8 406	6 654	7 625
Deferred tax assets	52	52	56
Finance lease receivables <sup>(2)</sup>	81	107	51
Investment in associate	63		
Other investments, loans and derivatives <sup>(3)</sup>	93	110	133
<b>Current assets</b>	<b>2 856</b>	2 194	2 325
Inventories	1 017	977	986
Trade and other receivables and derivatives	1 239	992	1 084
Finance lease receivables	26	23	39
Taxation in advance	8	34	25
Cash and cash equivalents	154	168	191
Assets classified as held-for-sale <sup>(4)</sup>	412		
<b>Total assets</b>	<b>12 030</b>	9 525	10 641
<b>EQUITY AND LIABILITIES</b>			
<b>Capital and reserves</b>			
Share capital and premium	1 994	2 060	2 060
Other reserves	116	17	31
Retained income	639	405	578
Equity attributable to owners of the parent	2 749	2 482	2 669
Non-controlling interests	16	21	19
<b>Total equity</b>	<b>2 765</b>	2 503	2 688
<b>Non-current liabilities</b>	<b>5 782</b>	4 944	5 206
Interest-bearing borrowings	5 106	4 297	4 570
Deferred tax liabilities	676	647	636
<b>Current liabilities</b>	<b>3 483</b>	2 078	2 747
Trade and other payables, provisions and derivatives	1 861	1 229	1 726
Current tax liabilities	29	24	20
Current portion of interest-bearing borrowings <sup>(5)</sup>	1 593	825	1 001
<b>Total liabilities</b>	<b>9 265</b>	7 022	7 953
<b>Total equity and liabilities</b>	<b>12 030</b>	9 525	10 641

## CONDENSED GROUP INCOME STATEMENT

	Unaudited For the six months ended		Audited Year ended	
	31 December 2011 Rm	31 December 2010* Rm	30 June 2011* Rm	30 June 2011* Rm
<b>Revenue</b>	<b>4 022</b>	3 616	3 287	6 903
<b>Profit from operations before depreciation and recoupments</b>	<b>1 305</b>	1 154	1 184	2 338
Depreciation and amortisation	(879)	(750)	(773)	(1 523)
Recoupments	29		13	13
<b>Operating profit</b>	<b>455</b>	404	424	828
Foreign exchange gain (loss)	25	(8)		(8)
Net reversal of impairment (impairment) of assets	35		(50)	(50)
<b>Profit before net finance costs</b>	<b>515</b>	396	374	770
Net finance costs	(252)	(215)	(195)	(410)
Finance costs including fair value gain <sup>(7)</sup>	(264)	(221)	(215)	(436)
Finance income	12	6	20	26
<b>Profit before taxation</b>	<b>263</b>	181	179	360
Income tax expense	(64)	(50)	(32)	(82)
<b>Profit for the period from continuing operations</b>	<b>199</b>	131	147	278
<b>Discontinued operations</b>				
Profit (loss) from discontinued operations	9	(3)	24	21
<b>Profit for the period</b>	<b>208</b>	128	171	299
<i>* represented as a result of certain operations being classified as discontinued</i>				
<b>Attributable to:</b>				
Owners of the parent	207	127	173	300
Non-controlling interests	1	1	(2)	(1)
<b>Profit for the period</b>	<b>208</b>	128	171	299
	<b>Cents</b>	Cents	Cents	Cents
<b>Earnings per share<sup>(8)</sup></b>				
Ordinary shares – continuing operations	47.1	31.0	35.3	66.3
– Basic	45.7	29.8	33.9	63.7
– Diluted				
Ordinary shares – all operations	49.3	30.3	41.2	71.5
– Basic	47.8	29.1	39.7	68.8
– Diluted				

## CONDENSED GROUP STATEMENT OF COMPREHENSIVE INCOME

	Unaudited For the six months ended		Audited Year ended	
	31 December 2011 Rm	31 December 2010 Rm	30 June 2011 Rm	30 June 2011 Rm
Profit for the period ended	208	128	171	299
<b>Other comprehensive income (loss) for the period</b>	<b>84</b>	(28)	6	(22)
Net gains (losses) arising on translation of foreign subsidiaries	54	(16)	1	(15)
Fair value gain (losses)	30	(12)	5	(7)
Total comprehensive income for the period	292	100	177	277
<b>Attributable to:</b>				
Owners of the parent – continuing operations	282	102	155	257
Owners of the parent – discontinued operations	9	(3)	24	21
Non-controlling interests	1	1	(2)	(1)
<b>Profit for the period</b>	<b>292</b>	100	177	277

## CONDENSED GROUP STATEMENT OF CHANGES IN EQUITY

	Share capital and premium Rm	Other reserves Rm	Retained income Rm	Non-controlling interests Rm	Total Rm
<b>Balance at 30 June 2010</b>	<b>2 060</b>	<b>22</b>	<b>278</b>	<b>20</b>	<b>2 380</b>
Total comprehensive (loss) income for the period		(28)	127	1	100
Profit for the period			127	1	128
Other comprehensive loss		(28)			(28)
Share-based payment expense		8			8
Revaluation of Lereko call option		15			15
<b>Balance at 31 December 2010</b>	<b>2 060</b>	<b>17</b>	<b>405</b>	<b>21</b>	<b>2 503</b>
Total comprehensive income for the period		6	173	(2)	177
Profit for the period			173	(2)	171
Other comprehensive income		6			6
Share-based payment expense		13			13
Revaluation of Lereko call option		2			2
Other movements		(7)			(7)
<b>Balance at 30 June 2011</b>	<b>2 060</b>	<b>31</b>	<b>578</b>	<b>19</b>	<b>2 688</b>
Total comprehensive income for the period		84	207	1	292
Profit for the period			207	1	208
Other comprehensive income		84			84
Share-based payment expense		(12)			(12)
Revaluation of Lereko call option		4			4
Repurchase of "A" deferred ordinary shares		(66)			(66)
Dividends paid			(118)		(118)
Other movements		9	(28)	(4)	(23)
<b>Balance at 31 December 2011</b>	<b>1 994</b>	<b>116</b>	<b>639</b>	<b>16</b>	<b>2 765</b>

## CONDENSED GROUP STATEMENT OF CASH FLOWS

	Unaudited For the six months ended		Audited Year ended	
	31 December 2011 Rm	31 December 2010 Rm	30 June 2011 Rm	30 June 2011 Rm
<b>Cash flows from operating activities</b>				
Cash generated by operations before working capital movements	1 348	1 207	1 180	2 387
Working capital movements	(471)	239	583	822
Cash generated by operations	877	1 446	1 763	3 209
Finance income	12	6	20	26
Interest expense	(287)	(240)	(241)	(481)
Income tax (paid) received	(3)	10	(50)	(40)
<b>Net cash flows from operating activities</b>	<b>599</b>	1 222	1 492	2 714
<b>Cash flows from investing activities</b>				
Acquisition of business	(53)	(3)		(3)
Gross capital expenditure	(1 802)	(972)	(2 104)	(3 076)
Proceeds on disposal of assets	416	78	214	292
Decrease (increase) in finance lease receivables	7		(84)	(84)
Acquisition of investment in associate	(63)			
Decrease (increase) in other investments and loans	54	(87)	83	(4)
<b>Net cash flows from investing activities</b>	<b>(1 441)</b>	(984)	(1 891)	(2 875)
<b>Cash flows from financing activities</b>				
Purchase of non-controlling interest	(6)			
Share buy-back	(66)			
Dividends paid	(118)			
Increase (decrease) in interest-bearing borrowings	991	(332)	421	89
<b>Net cash flows from financing activities</b>	<b>801</b>	(332)	421	89
<b>Net (decrease) increase in cash and cash equivalents</b>	<b>(41)</b>	(94)	22	(72)
<b>Foreign exchange effects on cash and cash equivalents</b>				

SEGMENT INFORMATION – CONDENSED STATEMENT OF FINANCIAL POSITION  
As at

	Group		Contract Mining and Plant Rental*		Construction and Mining Equipment Distributorships*		Passenger and Commercial Vehicles		Industrial Equipment*		Corporate office and eliminations	
	Unaudited 31 December 2011 Rm	Audited 30 June 2011 Rm	Unaudited 31 December 2011 Rm	Audited 30 June 2011 Rm	Unaudited 31 December 2011 Rm	Audited 30 June 2011 Rm	Unaudited 31 December 2011 Rm	Audited 30 June 2011 Rm	Unaudited 31 December 2011 Rm	Audited 30 June 2011 Rm	Unaudited 31 December 2011 Rm	Audited 30 June 2011 Rm
<b>BUSINESS SEGMENTATION</b>												
<b>ASSETS</b>												
Intangible assets and goodwill	24	22				2		19			1	1
Property, plant and equipment	455	429	130	205	11	15		52	135	126	117	31
Leasing assets	8 406	7 625	4 511	3 912				2 576	1 266	1 201	(136)	(64)
Finance lease receivables	107	90			107							
Investment in associate	63					90					63	
Other investments, loans and derivatives	93	133	22	72				3			69	58
Inventories	1 017	986	76	61	386	544		44	500	337		
Trade and other receivables and derivatives	1 239	1 084	584	514	232	232		139	280	228	(65)	(29)
Assets classified as held-for-sale	412				412							
Operating assets and derivatives	11 816	10 369	5 323	4 764	1 148	883		2 833	2 181	1 892	49	(3)
Deferred tax assets	52	56										
Taxation in advance	8	25										
Cash and cash equivalents	154	191										
<b>Total assets</b>	<b>12 030</b>	<b>10 641</b>										
<b>LIABILITIES</b>												
Trade and other payables, provisions and derivatives	1 861	1 726	648	777	398	246		285	443	343	57	75
Interest-bearing borrowings	6 699	5 571	3 342	2 710	646	578		1 379	1 230	1 058	(226)	(154)
Operating liabilities	8 560	7 297	3 990	3 487	1 044	824		1 664	1 673	1 401	(169)	(79)
Deferred tax liabilities	676	636										
Current tax liabilities	29	20										
<b>Total liabilities</b>	<b>9 265</b>	<b>7 953</b>										
<b>GEOGRAPHIC SEGMENTATION</b>												
<b>Operating assets and derivatives</b>	<b>11 816</b>	<b>10 369</b>	<b>5 323</b>	<b>4 764</b>	<b>1 148</b>	<b>883</b>		<b>2 833</b>	<b>2 181</b>	<b>1 892</b>	<b>49</b>	<b>(3)</b>
– South Africa	9 684	8 958	4 002	4 032	1 087	809		2 606	1 695	1 514	49	(3)
– Rest of World	2 132	1 411	1 321	732	61	74		227	486	378		
<b>Trade and other payables and provisions and derivatives</b>	<b>1 861</b>	<b>1 726</b>	<b>648</b>	<b>777</b>	<b>398</b>	<b>246</b>		<b>285</b>	<b>443</b>	<b>343</b>	<b>57</b>	<b>75</b>
– South Africa	1 281	1 267	201	502	356	182		229	400	279	57	75
– Rest of World	580	459	447	275	42	64		56	43	64		
<b>Interest-bearing borrowings</b>	<b>6 699</b>	<b>5 571</b>	<b>3 342</b>	<b>2 710</b>	<b>646</b>	<b>578</b>		<b>1 379</b>	<b>1 230</b>	<b>1 058</b>	<b>(226)</b>	<b>(154)</b>
– South Africa	5 676	5 001	2 712	2 423	646	574		1 359	858	799	(226)	(154)
– Rest of World	1 023	570	630	287		4		20	372	259		
<b>Net capital expenditure</b>	<b>1 386</b>	<b>2 784</b>	<b>724</b>	<b>1 539</b>	<b>1</b>	<b>(2)</b>		<b>838</b>	<b>185</b>	<b>402</b>		<b>7</b>
– South Africa	876	1 963	290	881	1	(2)		764	130	313		7
– Rest of World	510	821	434	658				74	55	89		

# Prior periods reclassified to reflect changes in reporting structures

SEGMENT INFORMATION – CONDENSED INCOME STATEMENT

For the six months ended (unaudited)

	Group		Contract Mining and Plant Rental**		Construction and Mining Equipment Distributorships**		Passenger and Commercial Vehicles		Industrial Equipment**		Corporate office and eliminations	
	31 December 2011 Rm	31 December 2010 Rm	31 December 2011 Rm	31 December 2010 Rm	31 December 2011 Rm	31 December 2010 Rm	31 December 2011 Rm	31 December 2010 Rm	31 December 2011 Rm	31 December 2010 Rm	31 December 2011 Rm	31 December 2010 Rm
<b>BUSINESS SEGMENTATION</b>												
<b>Revenue</b>												
– Sales of goods	765	735			132	167		164	415	404		
– Rendering of services	3 246	2 878	1 840	1 647	25	31		788	525	412		
– Other	11	3									3	3
Inter-segment revenue	4 022	3 616	1 840	1 647	157	198	1 082	952	940	816	3	3
	4 022	3 616	1 840	1 647	6	10	13	15	940	816	(19)	(25)
Operating expenses	(2 717)	(2 462)	(1 252)	(1 158)	(162)	(208)	(610)	(517)	(699)	(579)	6	
Depreciation and amortisation	(879)	(750)	(408)	(312)	(1)	(1)	(319)	(300)	(156)	(141)	5	4
Recoupments (loss) on sale of assets	29		5	(4)			8	4	2		14	
<b>Operating profit (loss)</b>	<b>455</b>	<b>404</b>	<b>185</b>	<b>173</b>		<b>(1)</b>	<b>174</b>	<b>154</b>	<b>87</b>	<b>96</b>	<b>9</b>	<b>(18)</b>
Foreign exchange gain (loss)	10	(3)	2			(2)			9	(1)	(1)	
Fair value gain (loss) on foreign exchange derivatives	15	(5)			(1)	1			9	(6)	7	
Net reversal of impairment of assets	35		35									
<b>Profit (loss) before net finance costs</b>	<b>515</b>	<b>396</b>	<b>222</b>	<b>173</b>	<b>(1)</b>	<b>(2)</b>	<b>174</b>	<b>154</b>	<b>105</b>	<b>89</b>	<b>15</b>	<b>(18)</b>
Net finance (costs) income	(252)	(215)	(141)	(103)	(1)	(4)	(70)	(69)	(50)	(43)	10	4
<b>Profit (loss) before taxation</b>	<b>263</b>	<b>181</b>	<b>81</b>	<b>70</b>	<b>(2)</b>	<b>(6)</b>	<b>104</b>	<b>85</b>	<b>55</b>	<b>46</b>	<b>25</b>	<b>(14)</b>
Income tax (expense) income	(64)	(50)	(12)	(17)		3	(32)	(24)	(13)	(14)	(7)	2
<b>Profit (loss) for the period from continuing operations</b>	<b>199</b>	<b>131</b>	<b>69</b>	<b>53</b>	<b>(2)</b>	<b>(3)</b>	<b>72</b>	<b>61</b>	<b>42</b>	<b>32</b>	<b>18</b>	<b>(12)</b>
<b>Discontinued operations</b>												
Profit (loss) from discontinued operations	9	(3)			9	(3)					18	(12)
<b>Profit (loss) for the period</b>	<b>208</b>	<b>128</b>	<b>69</b>	<b>53</b>	<b>7</b>	<b>(6)</b>	<b>72</b>	<b>61</b>	<b>42</b>	<b>32</b>	<b>18</b>	<b>(12)</b>
<b>GEOGRAPHIC SEGMENTATION</b>												
<b>– CONTINUING OPERATIONS</b>												
<b>Revenue</b>	<b>4 022</b>	<b>3 616</b>	<b>1 840</b>	<b>1 647</b>	<b>163</b>	<b>208</b>	<b>1 095</b>	<b>967</b>	<b>940</b>	<b>816</b>	<b>(16)</b>	<b>(22)</b>
– South Africa	3 331	3 315	1 528	1 607	163	208	1 011	893	645	678	(16)	(22)
– Rest of World	691	301	312	40			84	74	295	138		
<b>Operating profit (loss)</b>	<b>455</b>	<b>404</b>	<b>185</b>	<b>173</b>		<b>(1)</b>	<b>174</b>	<b>154</b>	<b>87</b>	<b>96</b>	<b>9</b>	<b>(18)</b>
– South Africa	377	375	134	170		(1)	157	145	77	89	9	(18)
– Rest of World	78	29	51	3			17	9	10	7		
<b>Net finance costs (income)</b>	<b>252</b>	<b>215</b>	<b>141</b>	<b>103</b>	<b>1</b>	<b>4</b>	<b>70</b>	<b>69</b>	<b>50</b>	<b>43</b>	<b>(10)</b>	<b>(4)</b>
– South Africa	226	206	121	103	1	4	69	66	45	37	(10)	(4)
– Rest of World	26	9	20				1	3	5	6		

### Prior periods reclassified to reflect changes in reporting structures and discontinued operations

NOTES

(1) Basis of preparation

The unaudited condensed consolidated interim financial statements for the six months ended 31 December 2011 have been prepared using accounting policies compliant with International Financial Reporting Standards (IFRS), IAS 34 Interim Financial Reporting, the AC 500 standards as issued by the Accounting Practices Board or its successor, the JSE Limited's Listing Requirements and the South African Companies Act. The accounting policies and their application are consistent, in all material respects, with those detailed in Eqstra's 2011 annual report, except for the adoption on 1 July 2011 of those new, revised and amended standards and interpretations listed in Eqstra's 2011 annual report.

The adoption of the new and amended statements of generally accepted accounting practice, interpretations of statements of generally accepted accounting practice has not had an effect on the group's interim financial results.

(2) Finance lease receivables

In the prior period, finance lease receivables were disclosed as part of trade and other receivables.

(3) Other investments, loans and derivatives

	Unaudited 31 December 2011 Rm	Unaudited 31 December 2010 Rm	Audited 30 June 2011 Rm
as at			
– Listed, at market value	11	56	61
– Unlisted, at fair value or directors' valuation	47	42	44
– Loans receivable	10	12	10
– Derivative financial asset	25		18
	<b>93</b>	<b>110</b>	<b>133</b>

(4) Assets classified as held-for-sale

– Property, plant and equipment and intangibles	4
– Inventories	408
	<b>412</b>

(5) Current portion of interest-bearing borrowings

The current portion of interest-bearing borrowings includes R980 million (H2'11: R652 million) commercial paper that is supported by a R1 000 million standby liquidity facility that has an 13-month rolling notice period.

(6) Net asset value per share attributable to owners of the parent

	Cents	Cents	Cents
	<b>641.2</b>	<b>580.3</b>	<b>624.0</b>

(7) Finance costs including fair value gains

	Unaudited For the six months ended		Audited Year ended	
	31 December 2011 Rm	31 December 2010* Rm	30 June 2011* Rm	30 June 2011* Rm
Interest expense	271	223	220	443
Fair value gain on borrowings and interest swaps	(7)	(2)	(5)	(7)
	<b>264</b>	<b>221</b>	<b>215</b>	<b>436</b>

(8) Earnings per share – continuing operations

	Unaudited For the six months ended		Audited Year ended	
	31 December 2011 Cents	31 December 2010* Cents	30 June 2011* Cents	30 June 2011* Cents
Ordinary shares <sup>(9)</sup>				
– Basic	47.1	31.0	35.3	66.3
– Diluted	45.7	29.8	33.9	63.7
Headline earnings per share <sup>(9)</sup>				
– Basic	36.8	31.1	41.6	72.7
– Diluted	35.7	29.9	39.9	69.8
<b>Reconciliation</b>				
Basic earnings per share	47.1	31.0	35.3	66.3
Profit on sale of property, plant and equipment	(6.5)		(0.5)	(0.5)
Loss (profit) on sale of leasing assets	0.4	0.1	(2.7)	(2.6)
Net (reversal of impairment) impairment of assets	(8.3)		11.9	11.9
Taxation effect	4.1		(2.4)	(2.4)
Headline earnings per share	<b>36.8</b>	<b>31.1</b>	<b>41.6</b>	<b>72.7</b>

(9) Weighted average number of shares in issue for the period

	428.7	427.7	427.7	427.7
– in issue				
– opening shares	419.4	413.2	413.2	413.2
– transfer to treasury shares		(8.3)	(8.3)	(8.3)
– conversion of "A" deferred ordinary shares	0.7			
– conversion of "B" deferred ordinary shares		14.5	14.5	14.5
Adjusted weighted average number of shares	<b>420.1</b>	<b>419.4</b>	<b>419.4</b>	<b>419.4</b>
– dilutionary shares	12.9	16.8	16.8	16.8
Adjusted diluted weighted average number of shares	<b>433.0</b>	<b>436.2</b>	<b>436.2</b>	<b>436.2</b>

(10) Capital commitments

	Unaudited 31 December 2011 Rm	Unaudited 31 December 2010 Rm	Audited 30 June 2011 Rm
as at			
	<b>1 950</b>	<b>2 698</b>	<b>3 058</b>
– Contracted	685	1 537	1 042