

# Three-year financial review

Shoprite Holdings Ltd and its subsidiaries for the year ended 1 July 2018

	2018 Rm	2017 Rm	2016 Rm
<b>Statement of comprehensive income</b>			
Sale of merchandise	145 306	141 000	130 028
Trading profit	8 011	8 127	7 281
Exchange rate losses	(251)	(236)	(46)
Items of a capital nature	(246)	(166)	(11)
Operating profit	7 514	7 725	7 224
Interest received	215	226	174
Finance costs	(422)	(340)	(498)
Share of profit/(loss) of equity accounted investments	27	4	(52)
Profit before income tax	7 334	7 615	6 848
Income tax	(2 121)	(2 180)	(1 998)
Profit for the year	5 213	5 435	4 850
<b>Statement of financial position</b>			
<b>Assets</b>			
Property, plant and equipment	21 218	18 407	16 908
Other investments	3 408	2 448	694
Deferred income tax assets	876	859	698
Intangible assets	2 994	2 355	1 857
Current assets	32 490	31 151	27 368
Non-current trade and other receivables	856	503	476
<b>Total assets</b>	<b>61 842</b>	<b>55 723</b>	<b>48 001</b>
<b>Equity and liabilities</b>			
Capital and reserves	27 386	27 658	21 074
Non-controlling interest	91	91	65
Permanent capital	27 477	27 749	21 139
Borrowings	6 977	3 274	5 124
Other liabilities	27 388	24 700	21 738
<b>Total equity and liabilities</b>	<b>61 842</b>	<b>55 723</b>	<b>48 001</b>
<b>Statistics per ordinary share and financial ratios</b>			
Net asset value per share	(cents) 4 937.3	4 905.2	3 941.8
Basic earnings per share	(cents) 934.3	999.8	906.0
Basic headline earnings per share	(cents) 969.6	1 023.2	905.0
Diluted headline earnings per share	(cents) 968.7	1 007.4	900.3
Dividend per share	(cents) 484.0	504.0	452.0
Dividend cover (based on dilutive headline earnings)	(times) 2.0	2.0	2.0
Trading margin	(%) 5.51	5.76	5.60
Basic headline earnings on average total permanent capital	(%) 19.5	22.7	24.0
Inventory turn	(times) 6.2	6.5	6.9
Borrowings: Total equity	(:1) 0.254	0.118	0.242
Net finance costs cover	(times) 48.86	87.83	28.94

## Definitions

**Trading margin:** Trading profit expressed as a percentage of sales.

**Inventory turn:** Cost of merchandise sold, divided by the average of inventories at the beginning and the end of the financial year.

**Basic headline earnings:** Profit before items of a capital nature, net of income tax.

**Net finance costs cover:** Earnings before interest, income tax, depreciation and amortisation (EBITDA) divided by net finance costs.