

Reviewed condensed interim financial statements for the six months ended

31 December 2008

condensed income statement

	6 months ended		Year ended	
	% Inc. / (decr.)	31 December 2008 [Reviewed]	31 December 2007 [Reviewed]	30 June 2008 [Audited]
		R'000	R'000	R'000
Rental and other revenue	-	22,500	22,454	45,496
Operating costs		17,765	16,929	33,112
- Distribution		12,777	12,105	24,266
- Administration		4,809	4,713	8,342
- Other		179	111	504
Operating profit	(14)	4,735	5,525	12,384
Financial income		1,422	1,182	2,629
Profit before income tax	(8)	6,157	6,707	15,013
Income tax - normal and deferred		1,713	1,949	4,107
Income tax - STC		1,022	-	-
(secondary tax on companies)				
Profit for the year attributable to ordinary shareholders	(28)	3,422	4,758	10,906
Earnings per share [cents]				
Basic	(29)	8.4	11.8	27.0
Diluted	(27)	8.3	11.4	26.5
Ordinary dividend per share [cents]		25.0	-	-
Capital distribution [cents]		-	12.0	12.0

reconciliation of headline earnings

	6 months ended		Year ended	
	% Inc. / (decr.)	31 December 2008 [Reviewed]	31 December 2007 [Reviewed]	30 June 2008 [Audited]
		R'000	R'000	R'000
Profit for the year attributable to ordinary shareholders		3,422	4,758	10,906
Adjusted for :				
Loss on disposal of property, plant and equipment		10	32	25
Taxation effect		(3)	(9)	(7)
Headline earnings		3,429	4,781	10,924
Headline earnings per share [cents]				
Basic	(29)	8.4	11.8	27.0
Diluted	(28)	8.3	11.5	26.6
Actual number of shares in issue ['000]		41,110	40,413	40,658
Weighted average number of shares in issue ['000]		40,901	40,402	40,460
Diluted weighted average number of shares in issue ['000]		41,446	41,687	41,096

Commentary

The 6 months ended 31 December 2008 has been a challenging period for the Company as import and export volumes declined. Core revenue remained at a similar level to the corresponding period, while expenses increased by 5%. Secondary Tax on Companies ('STC') of R1 million relating to dividends paid during the period, resulted in a 3,4 cents drop in headline earnings per share and earnings per share to 8,4 cents. Distributions to shareholders in the corresponding period were made by way of a reduction in share capital, which was not subject to STC. Excluding the effect of the STC in the current period, headline earning per share and earnings per share would have decreased by 8,0% and 7,7% respectively. The company continues to be a strong generator of cash.

Prospects

Prospects for the coming year appear good with a stable client base, with the rollout of some new products expected to take place during the second half of this financial year. Volumes are not expected to increase. Management remains committed to the further development of new products.

Basis of preparation

The condensed interim financial statements have been prepared in accordance with the listings requirements of the JSE Limited, the recognition and measurement requirements of International Financial Reporting Standards, the presentation and disclosure requirements of IAS 34 and the Companies Act of South Africa. The accounting policies applied are consistent with those reflected in the financial statements for the year ended 30 June 2008.

Related party transactions

The Group has entered into various transactions with related parties on an arm's length basis and at market rates.

Distributions to shareholders

Compu-Clearing has a policy of paying a single dividend at year end. As a result, the company has not declared an interim dividend.

Review report

The Group's auditors KPMG Inc, have reviewed the financial information for the six months ended 31 December 2008. Their unmodified review report is available for inspection at the registered office of the Company.

condensed balance sheet

	31 December 2008 [Reviewed]	31 December 2007 [Reviewed]	30 June 2008 [Audited]
	R'000	R'000	R'000
ASSETS	15,669	13,792	14,869
Non current assets			
Property, plant and equipment	14,327	12,849	13,655
Intangible asset	919	672	662
Deferred taxation asset	423	271	552
Current assets	28,294	30,619	35,842
Inventory	69	84	66
Trade and other receivables	7,213	6,774	6,696
Taxation receivable	1,302	1,292	1,302
Investments	-	5,008	-
Cash and cash equivalents	19,710	17,461	27,778
Total assets	43,963	44,411	50,711
EQUITY AND LIABILITIES	39,359	39,276	45,687
Equity			
Share capital and premium	1,548	921	1,101
Treasury shares	(528)	(569)	(576)
Distributable reserves	38,339	38,924	45,162
Non-current liabilities	1,464	1,693	1,509
Post retirement medical obligations	1,303	1,531	1,341
Deferred taxation liability	161	162	168
Current liabilities	3,140	3,442	3,515
Trade and other payables	2,625	2,770	3,157
Income tax payable	515	672	358
Total equity and liabilities	43,963	44,411	50,711
Net asset value per share [cents]	95.7	97.2	112.4

condensed segment report

	6 months ended		Year ended	
	% Inc. / (decr.)	31 December 2008 [Reviewed]	31 December 2007 [Reviewed]	30 June 2008 [Audited]
		R'000	R'000	R'000
Software rental revenue	2	17,241	16,858	34,124
Hardware rental revenue	(7)	4,706	5,063	10,327
Other	4	553	533	1,045
Total revenue	-	22,500	22,454	45,496
Segment result - Software		8,043	8,519	18,142
Segment result - Hardware		1,451	1,297	4,036
Segment result - Other		(4,759)	(4,291)	(9,794)
Total segment result	(14)	4,735	5,525	12,384
Operating margin		21%	25%	27%

statement of changes in equity

	6 months ended					Year ended
	Share capital	Share premium	Treasury shares	Retained earnings	Share-based payment reserve	Total
	R'000	R'000	R'000	R'000	R'000	R'000
Balance at 30 June 2007	409	5,351	(601)	33,574	456	39,189
Recognised income and expense - profit for the year				10,906		10,906
Share issues	3	252				255
Distribution of share premium		(4,914)	25			(4,889)
Share-based payment transaction					226	226
Balance at 30 June 2008	412	689	(576)	44,480	682	45,687
Recognised income and expense - profit for the year				3,422		3,422
Sale of treasury shares		22	48			70
Share issues	4	421				425
Dividends paid				(10,221)		(10,221)
Share-based payment transaction					(24)	(24)
Balance at 31 December 2008	416	1,132	(528)	37,681	658	39,359

condensed cash flow statement

	6 months ended		Year ended
	31 December 2008 [Reviewed]	31 December 2007 [Reviewed]	30 June 2008 [Audited]
	R'000	R'000	R'000
Profit before income tax	6,157	6,707	15,013
Adjusted for:	88	530	213
Non cash items	1,510	1,712	2,842
Net financial income	(1,422)	(1,182)	(2,629)
Cash generated by trading operations	6,245	7,237	15,226
Decrease in post retirement medical obligations	(38)	(32)	(222)
(Increase) in working capital	(1,056)	(591)	(106)
Cash generated by operations	5,151	6,614	14,898
Financial income	1,422	790	2,629
Income tax paid	(2,452)	(1,339)	(4,098)
Distributions to shareholders	(10,221)	(4,849)	(4,889)
- Dividends paid	(10,221)	-	-
- Distribution of share premium	-	(4,849)	(4,889)
Cash (outflow) / inflow from operating activities	(6,100)	1,216	8,540
Cash (outflow) / inflow from investing activities	(2,463)	(807)	1,941
Acquisition of property, plant and equipment to expand operations	-	(293)	-
Acquisition of property, plant and equipment to maintain operations	(2,131)	(397)	(2,423)
Acquisition of intangible asset	(332)	(117)	(252)
Disposal of investments	-	-	4,616
Cash inflow from financing activities	495	10	255
Proceeds from the issue of shares and sale of treasury shares			
(Decrease) / increase in cash and cash equivalents	(8,068)	419	10,736
Cash and cash equivalents at the beginning of the period	27,778	17,042	17,042
Cash and cash equivalents at the end of the period	19,710	17,461	27,778

For and on behalf of the Board
 Johannesburg
 27 February 2009

A. Garber
 (Chairman)

J. du Preez
 (Chief Executive)

Directors: A. Garber, J. du Preez, A. Katz*, M. Lutrin*, D. Cleasby*, Dr. T. Mogale*, G. McMahon*, A. Webb*, C. Efthymiades, M. Acosta-Alarcon. *(Non-executive)

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sasfin
 CAPITAL

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KPMG