

**ANCHOR GROUP LIMITED**

(Incorporated in the Republic of South Africa)

(Registration number 2009/005413/06)

Share code: ACG ISIN: ZAE000193389

("Anchor" or "the Company")


 ANCHOR GROUP
**CHANGE STATEMENT, NOTICE OF ANNUAL GENERAL MEETING**

Shareholders are advised that Anchor's 2019 integrated annual report, incorporating the audited annual financial statements for the year ended 31 December 2019 ("**Audited AFS**") (on which the Company's auditors expressed an unmodified audit opinion) and notice of annual general meeting ("**AGM**") was posted to shareholders on 30 June 2020 and is available on the Company's website: <http://www.anchorgroup.co.za/presentationsresults/>.

The audited annual financial statements contain the following changes to the changes to the reviewed consolidated results for the year ended 31 December 2019 ("**Reviewed AFS**") released on SENS on 3 April 2020:

**Consolidated statement of financial position as at 31 December 2019**

	<b>Audited AFS</b>	<b>Reviewed AFS</b>
	R'000	R'000
Assets		
Non-current assets	<b>870 461</b>	<b>870 461</b>
Equipment	4 328	4 328
Investment property	6 540	6 540
Goodwill	590 455	590 455
Intangible assets	136 308	136 308
Right-of-use assets	6 798	6 798
Investments in associates and joint venture	71 885	71 885
Financial assets	47 284	47 284
Deferred tax	6 863	6 863
Current Assets	<b>186 208</b>	<b>186 208</b>
Trade and other receivables	59 315	59 315
Financial assets	49 966	49 966
Current tax receivable	4 901	4 901
Cash and cash equivalents	72 026	72 026
<b>Total Assets</b>	<b>1 056 669</b>	<b>1 056 669</b>
Equity Attributable to Equity Holders of Parents		
Share Capital	977 808	977 808
Reserves	17 667	9 504
Accumulated loss	(66 707)	(66 707)
	<b>928 768</b>	<b>920 605</b>
Non-controlling interest	13 206	21 369
	<b>941 974</b>	<b>941 974</b>
Liabilities		
Non-Current liabilities	<b>38 532</b>	<b>38 532</b>
Financial liabilities	-	-
Lease liabilities	5 535	5 535
Deferred tax	32 997	32 997
Current liabilities		
Trade and other payables	41 064	41 064
Financial liabilities	26 551	26 551
Lease liabilities	2 106	2 106
Current tax payable	6 442	6 442
Total liabilities	<b>114 695</b>	<b>114 695</b>
<b>Total equity and liabilities</b>	<b>1 056 669</b>	<b>1 056 669</b>

## Statement of changes in equity at 31 December 2019

Reviewed AFS:

Reviewed:

	Share Capital	Foreign currency translation Reserve	Equity Reserve	Treasury shares	Share based payment reserve	Total reserves	Restated Retained Income	Total attributable to equity holders of the group / company	Non-controlling interest	Total equity
<b>Figures in R'000</b>										
<b>Balance at 01 January 2019</b>	<b>961 332</b>	<b>2 737</b>	<b>(5 805)</b>	<b>(15 527)</b>	<b>23 615</b>	<b>5 020</b>	<b>(114 991)</b>	<b>851 361</b>	<b>18 585</b>	<b>869 946</b>
Profit for the year							87 225	87 225	21 430	108 655
Other comprehensive income		2 876	-			2 876		2 876		2 876
<b>Total comprehensive income for the year</b>	<b>-</b>	<b>2 876</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>2 876</b>	<b>87 225</b>	<b>90 101</b>	<b>21 430</b>	<b>111 531</b>
Issue of shares	16 476					-		16 476		16 476
Shares of ACG held in subsidiary				(4 819)		(4 819)		(4 819)		(4 819)
Change in ownership - Methwold									3 359	3 359
Share based payments					6 427	6 427		6 427		6 427
Dividends							(38 941)	(38 941)	(22 005)	(60 946)
<b>Total contributions by and distributions to owners of company recognised directly in equity</b>	<b>16 476</b>	<b>-</b>	<b>-</b>	<b>(4 819)</b>	<b>6 427</b>	<b>1 608</b>	<b>(38 941)</b>	<b>(20 857)</b>	<b>(18 646)</b>	<b>(39 503)</b>
<b>Balance at 31 December 2019</b>	<b>977 808</b>	<b>5 613</b>	<b>(5 805)</b>	<b>(20 346)</b>	<b>30 042</b>	<b>9 504</b>	<b>(66 707)</b>	<b>920 605</b>	<b>21 369</b>	<b>941 974</b>

Audited AFS:

	Share Capital	Foreign currency translation Reserve	Equity Reserve	Treasury shares	Share based payment reserve	Total reserves	Accumulated loss	Total attributable to equity holders of the group / company	Non-controlling interest	Total equity
<b>Figures in R'000</b>										
<b>Balance at 01 January 2019</b>	<b>961 332</b>	<b>2 737</b>	<b>(5 805)</b>	<b>(15 527)</b>	<b>23 615</b>	<b>5 020</b>	<b>(114 991)</b>	<b>851 361</b>	<b>18 585</b>	<b>869 946</b>
Profit for the year							87 225	87 225	21 430	108 655
Other comprehensive income		2 876	-			2 876		2 876		2 876
<b>Total comprehensive income for the year</b>	<b>-</b>	<b>2 876</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>2 876</b>	<b>87 225</b>	<b>90 101</b>	<b>21 430</b>	<b>111 531</b>
Issue of shares	16 476					-		16 476		16 476
Treasury shares				(4 819)		(4 819)		(4 819)		(4 819)
Change in ownership - control not lost			8 163			8 163		8 163	(4 804)	3 359
Share based payments					6 427	6 427		6 427		6 427
Dividends							(38 941)	(38 941)	(22 005)	(60 946)
<b>Total contributions by and distributions to owners of company</b>	<b>16 476</b>	<b>-</b>	<b>8 163</b>	<b>(4 819)</b>	<b>6 427</b>	<b>9 771</b>	<b>(38 941)</b>	<b>(12 694)</b>	<b>(26 809)</b>	<b>(39 503)</b>

recognised directly in  
equity

Balance at 31 December 2019	977 808	5 613	2 358	(20 346)	30 042	17 667	(66 707)	928 768	13 206	941 974
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The change between the Audited AFS and the Reviewed AFS is due to the change in allocations between the equity reserves balance and non-controlling interest balances. Post the review, it was found that the non-controlling interest balances had balances relating to Capricorn Fund Managers SA (Pty) Ltd. This was corrected by removing the non-controlling interest balance and accounting for the increased equity, due to Anchor increasing its stake in Capricorn Fund Managers SA (Pty) Ltd to 100% from 48.49%.

### Consolidated segmental information for the year ended 31 December 2019

Reviewed AFS:

Statements of comprehensive income

	Non-Asset management	Asset management	Stockbroking	Eliminations	Total
Revenue	134 083	426 195	95 322	(189 740)	465 860
Operating expenses	(23 508)	(295 138)	(128 604)	95 449	(351 801)
Operating profit	110 575	131 057	(33 282)	(94 291)	114 059
Other income	9 986	9 796	44 614	(41 558)	22 839
Share of loss from associates and joint venture	1 154	391	605		1 368
Loss of control of subsidiary					
Movement in credit allowances	(690)	(9 019)		5 915	(3 794)
Finance costs	(187)	(4 902)	(1 375)	3 756	(2 708)
Profit before tax	120 838	126 542	10 562	(126 178)	131 764
Taxation	(3 702)	(16 595)	(2 812)		(23 109)
<b>Profit for the year</b>	<b>117 136</b>	<b>109 947</b>	<b>7 750</b>	<b>(126 178)</b>	<b>108 654</b>

Financial position

	Non-Asset management	Asset management	Stockbroking	Eliminations	Total
<b>Assets</b>	<b>845 461</b>	<b>400 951</b>	<b>35 898</b>	<b>225 639</b>	<b>1 056 670</b>
Non-Current Assets	780 837	219 058	10 225	139 658	870 462
Current Assets	64 624	181 892	25 673	85 981	186 208
<b>Liabilities</b>	<b>29 157</b>	<b>65 279</b>	<b>12 741</b>	<b>7 521</b>	<b>114 698</b>
Non-Current Liabilities	26 990	32 095	4 576	25 129	38 532
Current liabilities	2 167	33 183	8 165	32 650	76 166
<b>Equity</b>	<b>816 304</b>	<b>335 672</b>	<b>23 157</b>	<b>233 161</b>	<b>941 972</b>

Audited AFS:

Statements of comprehensive income

	Non-Asset management	Asset management	Stockbroking	Intercompany Eliminations	Total
Revenue	134 083	412 398	55 738	(136 358)	465 861
Operating expenses	(22 426)	(296 560)	(53 618)	20 804	(351 800)
Operating profit	111 657	115 838	2 120	(115 554)	114 061
Other income and fair value adjustments	8 374	9 587	9 560	(4 862)	22 839
Share of loss from associates and joint venture	1 154	391	605		1 368
Movement in credit allowances	(690)	(3 105)			(3 795)
Finance costs	(187)	(4 264)	(1 375)	3 118	(2 708)
Taxation	(3 703)	(16 594)	(2 813)		(23 110)
<b>Profit after tax</b>	<b>116 605</b>	<b>101 071</b>	<b>8 097</b>	<b>(117 118)</b>	<b>108 655</b>
*Revenue (Intercompany Eliminations)	(127 773)	(8 585)	-	-	(136 358)
Included in operating expenses is:					
- Amortisation	-	(14 431)	-	-	(14 431)
- Depreciation	(19)	(2 161)	(867)	-	(3 047)

Financial position

	Non-Asset management	Asset management	Stockbroking	Intercompany Eliminations	Total
<b>Assets</b>	<b>844 527</b>	<b>393 949</b>	<b>35 898</b>	<b>(217 705)</b>	<b>1 056 669</b>
Non-Current Assets	657 835	352 453	10 225	(150 052)	870 461
Current Assets	186 692	41 496	25 673	(67 653)	186 208
<b>Liabilities</b>	<b>(29 748)</b>	<b>(72 939)</b>	<b>(12 743)</b>	<b>735</b>	<b>(114 695)</b>
Non-Current Liabilities	(1 862)	(32 094)	(4 576)		(38 532)
Current liabilities	(27 886)	(40 845)	(8 167)	735	(76 163)
<b>Equity</b>	<b>(814 779)</b>	<b>(321 010)</b>	<b>(23 155)</b>	<b>216 970</b>	<b>(941 974)</b>

The reason for the differences in segmental information from the Reviewed AFS to the Audited AFS were required to correct the misallocation between intercompany eliminations, asset management and stockbroking in the Reviewed AFS.

It should be noted that there were no changes to the earnings per share, headline earnings per share, adjusted earnings per share, statement of comprehensive income and statement of cash flows from the Reviewed AFS to the Audited AFS.

The AGM will be held electronically via a remote interactive electronic platform Zoom at 09:00 on Thursday, 30 July 2020 to transact the business as stated in the notice of the AGM.

The record date on which shareholders of the Company must be registered as such in the Company's securities register in order to participate in and vote at the AGM is Friday, 24 July 2020 and accordingly the last day to trade in order to be included in the Company's securities register is Tuesday, 21 July 2020.

30 June 2020

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Designated advisor

