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Tiso Blackstar Holdings SE
Registration No: SE 000108
Annual Financial Statements
for the year ended 30 June 2018



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Tiso Blackstar Holdings SE

Registration number SE 000108

Financial Statements for the year ended 30 June 2018

General Information

Country of incorporation and domicile

United Kingdom

Nature of business and principal activities

Investment holding company

Directors

John Mills
Andrew Bonamour
David Adomakoh
Harishkumar Mehta
Nkululeko Sowazi
Marcel Ernzer (Resigned 26 November 2018)

Registered office

Berkeley Square House
Berkeley Square
Mayfair
London, W1J 6BD
United Kingdom

Bankers

Investec Private Bank Limited

Auditor

Deloitte LLP
Statutory Auditor
1 New Street Square
London
EC4A 3BZ
United Kingdom

Company registration number

SE 000108

Tiso Blackstar Holdings SE

Registration number SE 000108

Financial Statements for the year ended 30 June 2018

Strategic Report

This Strategic Report has been prepared for Tiso Blackstar Holdings SE (the "Company"). A more detailed Strategic Report for the Tiso Blackstar Group SE ("Tiso Blackstar") group can be found in the Tiso Blackstar group Integrated Annual Report 2018, available on the Tiso Blackstar website www.tisoblackstar.com.

Review of the business

The principal activities of the Company, which are unchanged from last year, is to participate in investment holding opportunities.

The Company's financial statements include significant prior year reclassifications, due to both CSI and Robor being reclassified as discontinued operations and therefore being excluded from trading results for continuing operations in the comparative period.

The operating results and state of affairs of the Company are fully set out in the attached financial statements. The Company has a profit for the year ended 30 June 2018 of R69 520 367 (2017: loss of R32 652 467) and as of that date its total assets exceed its total liabilities by R2 881 224 717 (2017: R2 811 704 350).

Other income increased from the prior year as the Company received dividends of R203,707,769 (2017: R25,222,488), of which R203 122 301 (2017: R25 000 000) was a dividend received from Blackstar Holdings Group Proprietary Limited ("BHG"), which was utilised to settle a portion of the term facility (refer note 17). Other (losses) gains decreased from a gain of R352 544 to a loss of R9 442 127. This was due to an impairment of R6 540 552 on the investment in Tiso Blackstar Real Estate Proprietary Limited ("TBRE") and a loss on disposal of the Company's investment in Shoprite Holdings Limited ("Shoprite").

The Company has its registered office and principal place of business in London, United Kingdom. The majority of the Company's subsidiaries operations are in South Africa, with commercial offices, production facilities and distribution centres in major metropolitan regions including Johannesburg, Durban, Cape Town, Port Elizabeth and East London.

Managing principal risks and uncertainties

The Company operates in an environment of risk and uncertainty, particularly with the current global and local, political and economic challenges. To create value for shareholders, the Company needs to take risk, but also manage it appropriately. The Company does this by accepting risk within parameters set by the board and then managing this risk through a robust framework and best practice.

Risk management is not a separate process, but integrated into the business. Responsibility for mitigating risk and uncertainty lies where the risk arises, usually with operational management. As such, risks and uncertainties in underlying trading businesses are managed by local management teams, and supported by the Tiso Blackstar group's system of internal controls as well as finance, legal and, if required, specialist risk advisers.

The Company's risk management framework considers the key risks and uncertainties, likelihood of occurring, likely impact, and mitigation plans. The board is updated on key risks and developments, and ensures adequate assurance on managing risks within approved parameters is obtained through independent providers.

The Company has exposure to the followings risks from use of financial instruments: credit risk, liquidity risk, and market risk (which comprises currency risk, interest rate risk and market price risk). Refer note 22.

Stakeholder engagement

The Company is committed to working with their stakeholders to understand their needs and concerns, and to integrate this into their business. This requires the Company to stay abreast of the ever-changing landscape of relationships among their diverse group of stakeholders. The Company's systems and processes ensure stakeholders are actively engaged and legitimate issues are considered in their decision-making processes.

Tiso Blackstar Holdings SE

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Strategic Report continued

Future developments

The Company, together with the Tiso Blackstar group, are building a modern and dynamic global media business, with its roots in Africa, focused on delivering premium, influential content. The Tiso Blackstar group operates market-leading newspaper, broadcast, digital and mobile properties providing quality content and services to varied audiences. The Company has strong exposure to rapidly growing digital, broadcast and mobile markets, with a leading position in South Africa and a broad footprint across Kenya, Ghana and Nigeria.

The Company is focused on owning and growing diversified revenues streams from media businesses with leading market position, strong cash flows, historic earnings growth and ability to continue as a going concern. The Company's business model is evolving to suit their new operating structure to focus on the media sector.

The Company's investments in Consolidated Steel Industries Proprietary Limited ("CSI"), Robor Proprietary Limited ("Robor") and Kagiso Tiso Holdings Proprietary Limited ("KTH") have been deemed to be non-core. It is the intention of the Company to exit these businesses within the next twelve months in a responsible manner in relation to their stakeholders while maximising shareholder wealth.

Key performance indicators ("KPI's")

The Company does not utilise KPI's as it does not have any employees and the directors are remunerated by Tiso Blackstar. The holding company, Tiso Blackstar, has implemented an incentive scheme which is available to all employees within the Tiso Blackstar group, as long as they have been selected by the Tiso Blackstar Remuneration Committee and they meet the stipulated criteria. The Tiso Blackstar share incentive scheme incentivises and aligns management's interests with those of the sustained growth of the Tiso Blackstar group's net asset value per share over the medium to long term.

The Tiso Blackstar share incentive scheme provides participants with the opportunity to be awarded forfeitable shares in Tiso Blackstar. Through the delivery of real Tiso Blackstar shares, participants will become shareholders in Tiso Blackstar and will have all rights enjoyed by shareholders (including the rights to dividends when declared). The Tiso Blackstar share incentive scheme will only vest to the extent that the performance and employment conditions are achieved over the performance and employment periods (as applicable). Performance conditions are linked to key drivers of share price including earnings growth, return on invested capital and total shareholders returns.

Please refer to the Tiso Blackstar group Integrated Annual Report 2018, available on the Tiso Blackstar website www.tisoblackstar.com for further details on the Tiso Blackstar share incentive scheme.

Sustainability

The concept of sustainability guides the Company's strategy, and informs their business operations. At all times, the Company is guided by global standards of best practice and responsible corporate citizenship.



Andrew Bonamour
(Director)



John Mills
(Director)

11 December 2018

Berkeley Square House, Berkeley Square, Mayfair, London, W1J 6BD, United Kingdom

Tiso Blackstar Holdings SE

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Financial Statements for the year ended 30 June 2018

Directors' Report

The directors present their annual report on the affairs of Tiso Blackstar Holdings SE, a company limited by shares, together with the audited financial statements for the year ended 30 June 2018.

1. Incorporation

The Company was incorporated in the United Kingdom ("UK") on 9 May 2017 after being re-domiciled from Cyprus.

2. Results and dividends

The statement of profit and loss and other comprehensive income as set out on page 11 reflects the profit for the year ended 30 June 2018.

No dividends were declared during the current and prior financial years.

3. Principal activities

The Company is incorporated in England and Wales and has its registered office and principal place of business at Berkeley Square House, Berkeley Square, Mayfair, London, W1J 6BD, United Kingdom.

4. Going concern

The directors have a reasonable expectation that the Company has adequate resources to continue in operational existence for the foreseeable future. Thus they continue to adopt the going concern basis in preparing the annual financial statements. Further details regarding the adoption of the going concern basis can be found in the notes to the financial statements.

5. Capital management

The board meet regularly and are responsible for reviewing the capital structure of the Company. The board seek to maintain a balance between return on capital, gearing within the Company and usage of the Company's equity capital.

The Company finances its operations out of its own capital resources and utilises third-party debt funding as appropriate on a limited basis. The board review the level of gearing in the Company on a regular basis.

The Company looks to maintain a flexible policy regarding the payment of dividends. The Company is of the view, that the Company requires a balance between the retention of earnings to invest in existing trading operations, for investment opportunities within the media segment, and the establishment of consistent dividend declarations, as they form an important part of shareholder wealth creation. There are accordingly no fixed dates for declaration and payment of dividends by the Company.

The Company has contractually imposed requirements to apply surplus cash to make voluntary payments against the term facility as set out in note 17, which took effect during 2015 and has been complied with since their introduction. There have been no other changes in the capital that it manages.

6. Financial instruments

The Company's use of financial instruments is discussed in detail in note 2.6.

7. Future developments

Details of future developments can be found in the Strategic Report on page 4 and forms part of this report by cross-reference.

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Financial Statements for the year ended 30 June 2018

Directors' Report continued

8. Subsequent events

The disposal processes of both CSI and Robor are progressing well, with the CSI disposal of shares and claims being effective 30 November 2018 for an amount of R50.0 million, and the finalisation of the Robor disposal being expected prior to the end of the 30 June 2019 financial year. Subsequent to year end, an amount of R50.0 million was transferred to CSI as a short term, interest free equity loan repayable on transfer of ownership of CSI. Tiso Blackstar was released from its guarantee of R50.0 million on transfer of these funds. On date of sale of CSI, R20.0 million was received and the balance is to be paid by 30 June 2019 as per the CSI sales agreement. The shareholders of KTH have appointed an independent party to advise on the most optimal approach to meet the shareholders' desired objectives.

Marcel Ernzer resigned effective 26 November 2018.

9. Authorised and issued share capital

There were no changes to the authorised and issued share capital during the current and prior financial years.

10. Directors

All of the directors, with the exception of Marcel Ernzer who resigned effective 26 November 2018, were members of the board throughout the year ended 30 June 2018. In accordance with the Company's Articles of Association, all directors presently members of the board retire and being eligible offer themselves for re-election.

The directors' indemnity insurance is covered on a worldwide basis by the Tiso Blackstar group.

11. Auditor

Deloitte LLP will continue in office in accordance with Section 139 of the UK Companies Act 2006 until the forthcoming AGM.

12. Holding company

The Company is a wholly-owned subsidiary of Tiso Blackstar, a company incorporated in the United Kingdom, with its registered office at Berkeley Square House, Berkeley Square, Mayfair, London, W1J 6BD, United Kingdom. The immediate and ultimate parent company is Tiso Blackstar. The smallest and largest undertakings for which group financial statements are prepared which includes this Company is Tiso Blackstar.

The financial statements presented are not consolidated financial statements as the Company qualifies for the consolidation exemption in *IFRS 10 Consolidated Financial Statements*, as the holding company, Tiso Blackstar, prepares the consolidated financial statements of the Tiso Blackstar group which comply with International Financial Reporting Standards ("IFRS"). Copies of the consolidated financial statements of the Tiso Blackstar group are available from the Tiso Blackstar website at www.tisoblackstar.com or on request from Tiso Blackstar's registered office.

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Financial Statements for the year ended 30 June 2018

Directors' Report continued

13. Directors' responsibilities statement

The directors are responsible for preparing the annual financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with IFRS as adopted by the European Union. Under company law the directors must not approve the financial statements unless they are satisfied that they give true and fair view of the state of affairs of the company and of the profit and loss of the company for that period. In preparing these financial statements, *IAS 1 Presentation of Financial Statements* requires that directors:

- properly select and apply accounting policies;
- present information, including accounting policies, in a manner that provides relevant, reliable, comparable and understandable information;
- provide additional disclosures when compliance with the specific requirements in IFRSs are insufficient enable users to understand the impact of particular transactions, other events and conditions on the entity's financial position and financial performance; and
- make an assessment of the Company's ability to continue as a going concern.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the Company's transactions and disclose with reasonable accuracy at any time the financial position of the Company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

14. Disclosure of information to auditors

The directors in office as at the date of this report have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information. The directors are not aware of any relevant audit information of which the Company's auditor is unaware.

Each of the persons who is a director at the date of approval of this report confirms that:

- so far as the director is aware, there is no relevant audit information of which the Company's auditor is unaware; and
- the director has taken all the steps that he/she ought to have taken as a director in order to make himself/herself aware of any relevant audit information and to establish that the company's auditor is aware of that information.

This confirmation is given and should be interpreted in accordance with the provisions of s418 of the Companies Act 2006.



Andrew Bonamour
(Director)



John Mills
(Director)

11 December 2018

Tiso Blackstar Holdings SE

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Financial Statements for the year ended 30 June 2018

Independent auditor's report to the members of Tiso Blackstar Holdings SE

Report on the audit of the financial statements

Opinion

In our opinion the financial statements of Tiso Blackstar Holdings SE (the "Company"):

- give a true and fair view of the state of the Company's affairs as at 30 June 2018 and of its profit for the year then ended;
- have been properly prepared in accordance with International Financial Reporting Standards (IFRSs) as adopted by the European Union and IFRSs as issued by the International Accounting Standards Board (IASB); and
- have been prepared in accordance with the requirements of the Companies Act 2006.

We have audited the financial statements comprising of:

- the statement of profit and loss and other comprehensive income;
- the statement of financial position;
- the statement of changes in equity;
- the statement of cash flows; and
- the related notes 1 to 28.

The financial reporting framework that has been applied in their preparation is applicable law and IFRSs as adopted by the European Union.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the auditor's responsibilities for the audit of the financial statements section of our report.

We are independent of the Company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the Financial Reporting Council's (the 'FRC's') Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

We are required by ISAs (UK) to report in respect of the following matters where:

- the directors' use of the going concern basis of accounting in preparation of the financial statements is not appropriate; or
- the directors have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the Company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

We have nothing to report in respect of these matters.

Other information

The directors are responsible for the other information. The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

Tiso Blackstar Holdings SE

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Financial Statements for the year ended 30 June 2018

Independent auditor's report to the members of Tiso Blackstar Holdings SE continued

Other information (continued)

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in respect of these matters.

Responsibilities of directors

As explained more fully in the directors' responsibilities statement, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the FRC's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

Use of our report

This report is made solely to the Company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the Company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Company and the Company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Report on other legal and regulatory requirements

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the strategic report and the directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the strategic report and the directors' report has been prepared in accordance with applicable legal requirements.

In the light of the knowledge and understanding of the Company and its environment obtained in the course of the audit, we have not identified any material misstatements in the strategic report or directors' report.

Tiso Blackstar Holdings SE

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Financial Statements for the year ended 30 June 2018

Independent auditor's report to the members of Tiso Blackstar Holdings SE continued

Matters on which we are required to report by exception

Under the Companies Act 2006 we are required to report in respect of the following matters if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

We have nothing to report in respect of these matters.



William Smith MA FCA
(Senior statutory auditor)
For and on behalf of Deloitte LLP
Statutory Auditor
London, United Kingdom
13 December 2018

Tiso Blackstar Holdings SE

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Financial Statements for the year ended 30 June 2018

Statement of profit and loss and other comprehensive income

for the year ended 30 June 2018

	Note	30 June 2018 R	30 June 2017* R
Other income	5	204 283 831	27 010 846
Operating expenses	6	(4 990 493)	(3 784 613)
Operating profit		199 293 338	23 226 233
Other (losses) gains	7	(9 442 127)	352 544
Net profit		189 851 211	23 578 777
Net finance costs	8	(53 670 516)	(51 273 983)
Interest received		250 259	203 699
Interest paid		(53 920 775)	(51 477 682)
Profit (Loss) before taxation		136 180 695	(27 695 206)
Taxation	9	(152 884)	(698 303)
Profit (Loss) from continuing operations		136 027 811	(28 393 509)
Loss from discontinued operation, net of taxation	10	(66 507 444)	(4 258 958)
Profit (Loss) for the year		69 520 367	(32 652 467)
Other comprehensive income			
Total comprehensive income (loss) for the year		69 520 367	(32 652 467)

*Refer note 10

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Financial Statements for the year ended 30 June 2018

Statement of financial position

as at 30 June 2018

	Note	30 June 2018 R	30 June 2017 R
ASSETS			
Non current assets		1 879 799 650	2 110 047 344
Investment in subsidiaries	11	1 463 042 254	1 693 345 554
Investment in associates	12	399 696 783	399 696 783
Other investments, loans and receivables	13	17 060 613	17 005 007
Current assets		82 492 911	5 859 412
Other receivables	14	5 325 464	153
Current tax assets		-	145 670
Cash and cash equivalents	15	77 167 447	5 713 589
Non-current assets held for sale	10	1 452 537 118	1 500 000 000
Total assets		3 414 829 679	3 615 906 756
EQUITY AND LIABILITIES			
Equity		2 881 224 717	2 811 704 350
Share capital	16	1 788 748	1 788 748
Redeemable preference shares	16	19 406	19 406
Share premium	16	2 897 104 191	2 897 104 191
Accumulated losses	16	(17 687 628)	(87 207 995)
Non-current liability			
Borrowings	17	167 373 098	429 000 000
Current liabilities		366 231 864	375 202 406
Borrowings	17	-	13 632 091
Current tax liabilities		386 180	590 852
Other payables	18	365 845 684	360 979 463
Total liabilities		533 604 962	804 202 406
Total equity and liabilities		3 414 829 679	3 615 906 756

On 11 December 2018 the board of Tiso Blackstar Holdings SE authorised these financial statements for issue.


Andrew Bonamour
Director


John Mills
Director

Tiso Blackstar Holdings SE

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Statement of changes in equity

for the year ended 30 June 2018

	Share capital R	Redeemable preference shares R	Share premium R	Accumulated losses R	Total R
Balance as at 30 June 2016	1 788 748	19 406	2 897 104 191	(54 555 528)	2 844 356 817
Total comprehensive loss for the year	-	-	-	(32 652 467)	(32 652 467)
Balance as at 30 June 2017	1 788 748	19 406	2 897 104 191	(87 207 995)	2 811 704 350
Total comprehensive income for the year	-	-	-	69 520 367	69 520 367
Balance as at 30 June 2018	1 788 748	19 406	2 897 104 191	(17 687 628)	2 881 224 717

Tiso Blackstar Holdings SE

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Financial Statements for the year ended 30 June 2018

Statement of cash flows

for the year ended 30 June 2018

		30 June 2018	30 June 2017
	Note	R	R
Cash flow from operating activities			
Cash utilised by operations	19	(210 311)	(41 969 801)
Dividends and interest income received		203 122 301	45 300 602
Net finance costs paid		(18 807 207)	(37 641 891)
Taxation paid	20	(213 983)	(1 967 092)
Cash generated (utilised) by operating activities		183 890 800	(36 278 182)
Cash flow from investing activities			
Additions to investments		(12 706 629)	-
Proceeds from investments		207 391 988	-
Movement in equity loans		-	3 552 500
Return of capital		3 000 000	22 129 514
Cash generated by investing activities		197 685 359	25 682 014
Cash flow from financing activities	21		
Borrowings repaid		(320 222 301)	(50 265 951)
Borrowings raised		10 100 000	65 500 000
Cash (utilised) generated by financing activities		(310 122 301)	15 234 049
Net increase in cash and cash equivalents		71 453 858	4 637 881
Cash and cash equivalents at the beginning of the year		5 713 589	1 075 708
Cash and cash equivalents at the end of the year	15	77 167 447	5 713 589

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Financial Statements for the year ended 30 June 2018

Notes to the financial statements

for the year ended 30 June 2018

1. Incorporation and principal activities

Country of incorporation

The Company is a *Societas Europaea*, or European public limited liability company and is incorporated in the UK.

Principal activity

The principal activity of the Company, which is unchanged from last year, is to participate in investment holding opportunities.

2. Accounting policies

2.1 Basis of preparation

The principal accounting policies adopted in the preparation of the financial statements have been consistently applied across all periods presented in the financial statements. The financial statements are presented in South African Rands ("Rands").

These financial statements of the Company have been prepared in accordance with International Financial Reporting Standards published by the International Accounting Standards Board and as endorsed for use by the European Union ("EU IFRS") and IFRS as issued by the International Accounting Standards Board ("IFRS"), the Financial Reporting Pronouncements as issued by the Financial Reporting Standards Council and comply with the Companies Act 2006. The financial statements have been prepared on a historical cost basis, except for financial assets and financial liabilities held at fair value through profit and loss and non-current assets held for sale, which have been measured at fair value.

The accounting policies and methods of computation are in terms of IFRS and are consistent with those applied in the financial statements for the year ended 30 June 2017.

The board has reviewed the working capital requirements of the Company along with the funding requirements for the Company and has concluded that the Company will remain a going concern for at least the next twelve months and there is a reasonable expectation that the Company has adequate resources to continue into the foreseeable future.

In reaching their conclusion, the board have considered a range of factors, including the disposal of CSI and Robor, and the realisation of the investment in KTH. The board is not aware of any material uncertainties which may cast significant doubt over the Company's ability to continue as a going concern. Accordingly the board continue to adopt the going concern basis in preparing the financial statements.

2.2 Change in status as an Investment Entity and preparation of consolidated financial statements

All subsidiaries were consolidated at a group level in accordance with IFRS 10 from the date of change of status, being 1 July 2016. The financial statements presented are not consolidated financial statements as the Company qualifies for the consolidation exemption in IFRS 10.

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Financial Statements for the year ended 30 June 2018

Notes to the financial statements continued for the year ended 30 June 2018

2. Accounting policies (continued)

2.3 Investments in subsidiaries and associates

Where the Company has control over an investee, it is classified as a subsidiary. The Company controls an investee if all three of the following elements are present: power over the investee, exposure to variable returns from the investee, and the ability of the investor to use its power to affect those variable returns. Control is reassessed whenever facts and circumstances indicate that there may be a change in any of these elements of control. An associate is an entity over which the Company has significant influence. Significant influence is the power to participate in the financial and operating policy decisions of the investee but is not control or joint control over those policies.

An investment in a subsidiary or an associate is accounted for at cost from acquisition date. An investment in a subsidiary or an associate is subsequently carried at cost less provision for impairment.

The requirements of *IAS 39 Financial Instruments: Recognition and Measurement* are applied to determine whether it is necessary to recognise any impairment loss with respect to the Company's investment in a subsidiary or an associate. Refer note 2.8 for further details on impairment testing.

2.4 Non-current assets held for sale and discontinued operations

Non-current assets and disposal groups are classified as held for sale if their carrying amount will be recovered principally through a sale transaction rather than through continuing use. This condition is regarded as met only when the asset (or disposal group) is available for immediate sale in its present condition subject only to terms that are usual and customary for sales of such an asset (or disposal group) and its sale is highly probable. Management must be committed to the sale, which should be expected to qualify for recognition as a completed sale within one year from the date of classification.

Non-current assets (and disposal groups) classified as held for sale are measured at the lower of their carrying amount and fair value less costs to sell.

2.5 Cash and cash equivalents

Cash and cash equivalents comprise cash in current accounts, money market funds and short term deposits with original maturities of three months or less from inception.

Short term investments that are not held for the purpose of meeting short-term cash commitments and restricted margin accounts are not considered as 'cash and cash equivalents'.

Tiso Blackstar Holdings SE

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Financial Statements for the year ended 30 June 2018

Notes to the financial statements continued

for the year ended 30 June 2018

2. Accounting policies (continued)

2.6 Financial instruments

The Company classifies its financial assets and financial liabilities at initial recognition into the following categories in accordance with IAS 39.

Financial assets at fair value through profit and loss

The category of financial assets at fair value through profit and loss is sub-divided into:

- *Financial assets held for trading* – financial assets are classified as held for trading if they are acquired for the purpose of selling and/or repurchasing in the near term. These assets are acquired principally for the purpose of generating a profit from short term fluctuation in price.
- *Financial instruments designated as a fair value through profit and loss upon initial recognition* – these financial assets are designated upon initial recognition on the basis that they are part of a group of financial assets which are managed and have their performance evaluated on a fair value basis, in accordance with risk management and investment strategies of the Company.

Loans and receivables

Investments classified as loans and receivables and trade and other receivables, are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. These assets are initially recognised at fair value plus transaction costs that are directly attributable to their acquisition or issue, and are subsequently carried at amortised cost using the effective interest rate method, less provision for impairment.

Impairment provisions are recognised when there is objective evidence (such as significant financial difficulties on the part of the counterparty or default or significant delay in payment) that the Company will be unable to collect all of the amounts due under the terms receivable, the amount of such a provision being the difference between the net carrying amount and the present value of the future expected cash flows associated with the impaired receivable.

Other financial liabilities

This category includes all financial liabilities, including borrowings and trade and other payables. The Company includes in this category short term payables.

Recognition

The Group recognises a financial asset or a financial liability when it becomes party to the contractual provisions of the instrument.

Initial measurement

Financial assets at fair value through profit and loss are recorded in the statement of financial position at fair value. All transaction costs for such instruments are recognised directly in profit and loss.

Financial assets at fair value through profit and loss (other than those classified as held for trading), loans and receivables and other financial liabilities are measured initially at their fair value plus any directly attributable incremental costs of acquisition or issue.

For financial assets and liabilities where the fair value at initial recognition does not equal the transaction price, where the fair value is evidenced by a quoted price in an active market for an identical asset or liability or based on a valuation technique that uses only data from observable markets, the difference is recognised as a gain or loss. In all other cases, the difference is deferred and recognised as a gain or loss only to the extent that it arises from a change in a factor (including time) that market participants would take into account when pricing the asset or liability.

Subsequent measurement

After initial measurement, the Company measures financial instruments which are classified at fair value through profit and loss at fair value. Subsequent changes in the fair value of those financial instruments are recorded in net gain or loss on financial assets at fair value through profit and loss. Interest and dividend earned or paid on these instruments are recorded separately in interest and dividend income.

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2. Accounting policies (continued)

2.6 Financial instruments (continued)

Subsequent measurement (continued)

Loans and receivables are carried at amortised cost using the effective interest rate method less any allowance for impairment. Gains and losses are recognised in profit and loss when the loans and receivables are derecognised or impaired, as well as through the amortisation process.

Other financial liabilities, other than those classified as at fair value through profit and loss, are measured at amortised cost using the effective interest rate method. Gains and losses are recognised in profit and loss when the liabilities are derecognised, as well as through the amortisation process.

The effective interest rate method is a method of calculating the amortised cost of a financial asset or a financial liability and of allocating the interest income or interest expense over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash payments or receipts through the expected life of the financial instrument, or, when appropriate, a shorter period to the net carrying amount of the financial asset or financial liabilities. When calculating the effective interest rate, the Company estimates the cash flows considering all contractual terms of the financial instruments, but does not consider future credit losses. The calculation includes all fees paid or received between parties to the contract that are an integral part of the effective interest rate, transaction costs and all other premiums or discounts.

Derecognition

A financial asset (or where applicable, a part of a financial asset or a part of a group of similar financial assets) is derecognised where the rights to receive the cash flows from the asset have expired or the Company has transferred its rights to receive the cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party under a pass-through arrangement and either:

- The Company has substantially transferred all of the risks and rewards of the asset; or
- The Company has neither transferred nor retained substantially all of the risks and rewards of the asset, but has transferred control of the asset.

The Company derecognises a financial liability when the obligation under the liability has been discharged, cancelled, or has expired. Gains and losses on derecognition which may arise are recognised in profit and loss, and is determined based on the requirements in the relevant standards.

2.7 Offsetting of financial instruments

Financial assets and liabilities are offset and the net amount reported in the statement of financial position, if there is a current enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, or to realise the asset and settle the liability simultaneously. There were no offsets during the prior or current financial years.

2.8 Impairment of assets

Financial assets

The carrying amounts of the Company's financial assets are reviewed at each reporting date to determine whether there is any indication of impairment. If there is any indication that an asset may be impaired, its recoverable amount is estimated. The recoverable amount is the higher of its fair value less costs to sell and its value in use.

Other assets

The carrying amounts of the Company's other assets are reviewed when there is any indication of impairment. If there is any indication that an asset may be impaired, its recoverable amount is estimated. The recoverable amount is the higher of its fair value less costs to sell and its value in use.

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2. Accounting policies (continued)

2.8 Impairment of assets (continued)

Impairment methods

In assessing value in use, the expected future cash flows from the asset are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. An impairment loss is recognised whenever the carrying amount of an asset exceeds its recoverable amount.

For an asset that does not generate cash inflows that are largely independent of those from other assets the recoverable amount is determined for the cash generating unit ("CGU") to which the asset belongs. An impairment loss is recognised in profit and loss whenever the carrying amount of the CGU exceeds its recoverable amount.

A previously recognised impairment loss is reversed if the recoverable amount increases as a result of a change in the estimates used to determine the recoverable amount, but not to an amount higher than the carrying amount that would have been determined (net of depreciation) had no impairment loss been recognised in prior years.

2.9 Dividend distributions

Dividends are at the discretion of the Company. A dividend to the Company's shareholders is accounted for as a deduction from retained earnings. An interim dividend is recognised as a liability in the period in which it is irrevocably declared by the board. A final dividend is recognised as a liability in the period in which it is approved.

2.10 Equity instruments

An equity instrument is any contract that evidences a residual interest in the assets of an entity after deducting all of its liabilities. Equity instruments issued by the Company are recorded at the proceeds received, net of direct issue costs.

2.11 Other income

Interest income from a financial asset is recognised when it is probable that the economic benefits will flow to the Company and the amount of income can be measured reliably. Interest income is accrued on a time basis, using the effective interest rate method.

Dividend income is recognised on the date on which the investments are quoted ex-dividend or, where no ex-dividend date is quoted, when the Company's right to receive the payment is established. Dividend income is presented net of any non-recoverable withholding taxes, which are disclosed separately in the statement of profit and loss and other comprehensive income.

Sundry income is recognised on the accrual basis.

2.12 Net gains or losses on financial assets and liabilities at fair value through profit and loss

This item includes changes in the fair value of financial assets and liabilities held for trading or designated upon initial recognition at fair value through profit and loss and exclude interest and dividend income and expenses.

Unrealised gains and losses comprise changes in the fair value of financial instruments for the period and from reversal of prior period's unrealised gains and losses for financial instruments which were realised in the reporting period.

Realised gains and losses on disposals of financial instruments classified at fair value through profit and loss represent the difference between an instrument's initial carrying amount and disposal amount, or cash payments or receipts made on derivative contracts (excluding payments or receipts on collateral margin accounts for such instruments).

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2. Accounting policies (continued)

2.13 Finance income and finance costs

Finance income comprises interest receivable on current account bank balances, and deposits held on call. Finance costs comprise interest payable on borrowings calculated using the effective interest rate method. Interest is recognised in profit and loss as it accrues using the effective interest rate method.

Borrowing costs directly attributable to the acquisition, construction or production of qualifying assets, which are assets that necessarily take a substantial period of time to get ready for their intended use or sale, are capitalised as part of the costs of those assets, until such time as the assets are substantially ready for their intended use or sale. Investment income earned on the temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the borrowing costs eligible for capitalisation.

2.14 Tax

Current tax comprises tax payable calculated on the basis of the taxable profit for the period, using the tax rates and laws enacted or substantively enacted at the reporting date, and any adjustment of tax payable for previous years. Taxable profit differs from profit as reported in the statement of profit and loss and other comprehensive income, as it excludes items of income and expenses that are taxable or deductible in other years and it further excludes items that are never taxable or deductible.

A deferred tax liability is recognised for all taxable temporary differences.

A deferred tax asset is recognised for all deductible temporary differences to the extent that it is probable that taxable profit will be available against which the deductible temporary difference can be utilised.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply to the period when the asset is realised or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted by the reporting date.

Current and deferred tax is charged to profit and loss except to the extent that it relates to a transaction that is recognised directly in equity, or a business combination that is an acquisition. The effect on deferred tax of any changes in tax rates is recognised in profit and loss, except to the extent that it relates to items previously recognised directly to equity or other comprehensive income.

Tax assets and liabilities are offset when the Company has a legally enforceable right to offset tax assets and liabilities, and the tax assets and liabilities relate to taxes levied by the same tax authority.

2.15 Foreign currencies

Functional and presentation currency

The functional currency of the Company is South African Rands, being the currency of the primary economic environment in which the Company and its subsidiaries operate.

Previously, the Company presented its financial statements in Pounds Sterling. During the current year, the Company determined that the financial statements should be presented in its functional currency, being Rands, as this is more reflective of the Company's activities and operations. In terms of *IAS 21 The Effects of Changes in Foreign Exchange Rates* and *IAS 8 Accounting Policies, Changes in Accounting Estimates and Errors*, there is no impact on the Rands information previously presented and therefore there are no retrospective adjustments required.

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Financial Statements for the year ended 30 June 2018

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for the year ended 30 June 2018

2. Accounting policies (continued)

2.15 Foreign currencies (continued)

Translation of foreign currency assets and liabilities in the financial statements

In preparing the financial statements of the Company, transactions in currencies other than the Company's functional currency are recorded at the exchange rates prevailing on the dates of the transactions.

At each reporting date, monetary items denominated in foreign currency are translated at the exchange rates prevailing on the reporting date. Non-monetary items carried at fair value that are denominated in foreign currency are translated at the exchange rates prevailing when the fair value was determined.

Non-monetary assets and liabilities denominated in foreign currencies that are measured in terms of historical cost are translated using the rates of exchange ruling at the date of the transaction. Any exchange differences arising on translation are recognised in profit and loss in the period in which they occur.

	30 June 2018	30 June 2017
South African Rands/Pounds Sterling		
Average rate	17.284	17.265
Closing rate	18.152	16.983

2.16 Significant judgements and areas of estimation

The preparation of the financial statements requires the use of estimates, assumptions and judgements that affect the amounts reported in the financial statements. Estimates, judgements and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances. Although the estimates are based on management's best knowledge and judgements of current facts as at the reporting date, the actual outcome may differ from those estimates.

These estimates, judgements and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which it's revised if the revision only affects that period, or in the period of the revision and future periods if the revision affects both current and future periods.

The key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are discussed below. The Company bases its assumptions and estimations on parameters available when the financial statements were prepared. However, existing circumstances and assumptions about future developments may change due to market changes or circumstances arising beyond the control of the Company. Such changes are reflected in the assumptions when they occur.

In the process of applying the Company's accounting policies, management have identified the following estimates, assumptions and judgements which have the most significant effect on the amounts recognised in the financial statements:

Classification of disposal groups and non-current assets held for sale

The investments in KTH, Robor and CSI, are classified as non-current assets held for sale at 30 June 2018. In terms of *IFRS 5 Non-current Assets Held for Sale and Discontinued Operations*, an asset or disposal group may only be classified as a non-current asset held for sale, if it is available for immediate sale in its present condition and its sale must be highly probable within the next twelve months. Judgement is involved in determining whether the disposal is highly probable within twelve months.

The Company has received various offers after actively marketing the investments in Robor and CSI, and has made progress on the exit strategy for KTH by appointing an independent advisor. Based on this, the investments in KTH, Robor and CSI, meet the definition per IFRS 5 and have been classified and presented as non-current assets held for sale.

In terms of IFRS 5, the investments in KTH, Robor, and CSI are carried at the lower of carrying value and fair values less costs to sell (refer note 10). Their fair values have been determined with reference to the anticipated value expected to be realised on disposal.

Notes to the financial statements continued

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3. Determination of fair values

A number of the Company's accounting policies and disclosures require the determination of fair value, for both financial and non-financial assets and liabilities. Fair values have been determined for measurement and/or disclosure purposes based on the following methods. Where applicable, further information about the assumptions made in determining fair values is disclosed in the notes specific to that asset or liability.

3.1 Investments

Investments at fair value through profit and loss include listed and unlisted investments:

Listed Equity Investments: All investments listed on recognised stock exchanges were valued using quoted bid prices at year end. The investment in Shoprite was sold during the current year.

3.2 Non-derivative financial liabilities

Fair value, which is determined for disclosure purposes, is calculated based on the present value of future principal and interest cash flows, discounted at the market rate of interest at the reporting date. For finance leases the market rate of interest is determined by reference to similar lease agreements.

4. New standards and interpretations not yet adopted

A number of new standards, amendments to standards and interpretations considered to be relevant to the operations of the Company are not yet effective for the year ended 30 June 2018, and have not been applied in preparing these financial statements. These are to be applied to financial statements with periods commencing on or after the following dates:

Standard and Interpretations	Effective date
IFRS 9 Financial Instruments	1 January 2018
IAS 28 Investments in Associates and Joint Ventures	1 January 2018
IFRIC 22 Foreign Currency Transactions and Advance Consideration	1 January 2018
Annual Improvements to IFRS Standards 2015–2017 Cycle	1 January 2019

IFRS 9

IFRS 9 replaces IAS 39 in its entirety. IFRS 9 addresses the classification, measurement and derecognition of financial assets and liabilities, introduces new rules for hedge accounting and a new impairment model for financial assets.

Classification and measurement

The majority of the financial assets held by the Company include:

- Trade and other receivables are currently classified as loans and receivables and are measured at amortised cost. Trade and other receivables continue to qualify for measurement at amortised cost under IFRS 9 as they are held to collect contractual cash flows comprising principal and interest, therefore there is no change to the accounting for these assets.
- Investments in listed and unlisted equity investments are currently classified as held for trading for which the changes to fair value are accounted for through profit and loss.

The Company does not expect the new guidance to affect the classification and measurement of these financial assets. There will be no impact on the Company's accounting for financial liabilities, as the new requirements only affect the accounting for financial liabilities designated at fair value through profit and loss, and the Company does not have any such liabilities.

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4. New standards and interpretations not yet adopted (continued)

IAS 28

The amendment clarifies that the election to measure at fair value through profit or loss an investment in an associate or a joint venture that is held by an entity that is a venture capital organisation, or other qualifying entity, is available for each investment in an associate or joint venture on an investment-by-investment basis, upon initial recognition.

The Company does not meet the definition of a venture capital organisation and this amendment therefore will not have an impact on the Company's financial results.

IFRIC 22

The interpretation addresses foreign currency transactions where there is consideration denominated in a foreign currency. The interpretation provides guidance for when there is a single payment/receipt as well as multiple payment/receipt are made.

The Company does not believe this interpretation will have a significant impact on the Company's financial results.

Annual Improvements to IFRS Standards 2015–2017 Cycle

IFRS 3 Business combinations and IFRS 11 Joint arrangements

The amendments to IFRS 3 clarify that when an entity obtains control of a business that is a joint operation, it remeasures previously held interests in that business. The amendments to IFRS 11 clarify that when an entity obtains joint control of a business that is a joint operation, the entity does not remeasure previously held interests in that business.

IAS 12 Income taxes

The amendments clarify that the requirements to recognise the income tax consequences of dividends where the transactions or events that generated distributable profits are recognised, and apply this to all income tax consequences of dividends.

IAS 23 Borrowing costs

The amendments clarify that if any specific borrowing remains outstanding after the related asset is ready for its intended use or sale, that borrowing becomes part of the funds that an entity borrows generally when calculating the capitalisation rate on general borrowings.

Amendments to References to the Conceptual Framework in IFRS Standards

Together with the revised Conceptual Framework published in March 2018, the IASB also issued Amendments to References to the Conceptual Framework in IFRS Standards.

The Company does not believe these amendments will have a significant impact on the Company's financial results.

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5. Other income

	30 June 2018 R	30 June 2017* R
Income from investments		
Dividend income	203 707 769	25 222 488
Interest income	576 062	1 788 358
	204 283 831	27 010 846

*Refer note 10

6. Operating expenses

	30 June 2018 R	30 June 2017* R
Auditor's remuneration - Deloitte LLP (current and prior year's auditors)		
Audit fees of the Company's annual accounts	(269 022)	(110 391)
Other services performed by Deloitte SA	(85 500)	-
Other services performed by BDO Limited (prior auditors)	(202 915)	(84 348)
Director's remuneration	-	(27 221)
Transaction related and non-recurring costs	(4 165 213)	(1 892 505)
Other expenses	(267 843)	(1 670 148)
	(4 990 493)	(3 784 613)

*Refer note 10

The Company had six (2017: six) directors in the year ended 30 June 2018. The Company paid no directors' fees during the current year (2017: R27 221 relating to one director). The other directors are remunerated by Tiso Blackstar and it is not practical to allocate an amount in respect of services to the Company.

The Company had no employees during the current and prior financial years.

7. Other (losses) gains

	30 June 2018 R	30 June 2017* R
Net foreign exchange (losses) gains	(187 332)	96 211
(Losses) Gains arising on financial asset held for trading	(2 714 243)	256 333
Realised losses	(2 714 243)	-
Unrealised gains	-	256 333
Impairment of investment in TBRE	(6 540 552)	-
	(9 442 127)	352 544

*Refer note 10

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8. Net finance costs

	30 June 2018 R	30 June 2017* R
Finance income		
- Bank	250 259	203 699
Finance costs	(53 920 775)	(51 477 682)
- Borrowings	(49 483 916)	(49 976 825)
- General banking facility ("GBF")	(4 436 859)	(1 500 857)
	(53 670 516)	(51 273 983)

*Refer note 10

9. Taxation

	30 June 2018 R	30 June 2017* R
Total tax charge for the year from continuing operations		
Current taxation	(152 884)	(186 349)
- Current year	-	(222 754)
- Prior year (under) over provision for tax incurred in Cyprus	(152 884)	36 405
Dividends withholding tax	-	(366 971)
Interest withholding tax	-	(144 983)
	(152 884)	(698 303)

Total tax charge for the year from discontinued operation

Dividends withholding tax	-	(1 838 536)
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*Refer note 10

The Company migrated its operations to the UK during the prior year. On the date of migration, the Company ceased to be taxed by authorities in Cyprus and became subject to UK Corporation tax. The rate of Corporation tax in the UK was 20% and was reduced to 19% with effect from 1 April 2017, and will be reduced further to 17% with effect from 1 April 2020.

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9. Taxation (continued)

The Company was taxed under Cyprus law for ten months at a tax rate of 12.5%, and under UK law for two months at a tax rate of 19%. This, together with CSI and Robor being reclassified to discontinued operations (refer note 10), resulted in the effective tax rate being 33.4%.

The reason for the difference between the actual tax charge for the year and the standard rate of corporate tax in the UK of 19% (2017: effective tax rate of 33.4%), are as follows:

	30 June 2018 R	30 June 2017* R
Profit (Loss) before taxation from continuing operations	136 180 695	(27 695 206)
Tax at standard rate of corporate tax in the UK of 19% (2017: effective tax rate of 33.4%)	25 874 332	(9 238 913)
Tax effect of expenses not deductible for tax purposes	7 387 132	5 834 605
Exempt income	(38 704 476)	1 932 865
Prior year under (over) provision for tax incurred in Cyprus	152 884	(36 405)
Impairment of investment in TBRE	1 242 705	-
Deferred tax asset not raised	4 200 307	1 673 947
Dividends withholding tax	-	366 971
Interest withholding tax	-	144 983
Penalty @ 10%	-	20 250
Total tax charge for the year from continuing operations	152 884	698 303

*Refer note 10

10. Discontinued operations and non-current assets held for sale

10.1 Reclassification in terms of IFRS 5

During 2016, the Tiso Blackstar group announced its change in strategy to focus on investments in media and related industries, and to therefore dispose of its non-core assets. As the Tiso Blackstar group progresses the disposal of its non-core investments, to move towards being a single sector investment holding company, the Tiso Blackstar group commenced negotiations to dispose of its interests in CSI and Robor, the terms of which will be finalised during the 2019 financial year.

The investments in CSI and Robor met the requirements of IFRS 5, and have been separately classified and presented as non-current assets held for sale and discontinued operations at 30 June 2018. It is anticipated that the disposal of CSI and Robor will be through a sale of shares and the Company has received various offers after actively marketing the investments. In accordance with IFRS 5, profit and loss for the comparative year ended 30 June 2017 has been reclassified, to reflect CSI and Robor as discontinued operations in the prior year.

KTH was classified as a discontinued operation, and classified and presented as a non-current asset held for sale in accordance with IFRS 5 at 30 June 2017. The investment in KTH remains classified and presented as a non-current asset held for sale in the statement of financial position and is carried at its fair value less costs to sell. The Tiso Blackstar Board, together with other KTH shareholders, have jointly appointed an independent advisor to advise them on the most optimal approach to achieving the shareholders desired objectives, which includes the Company exiting KTH within the next twelve months.

During the current year, the Company disposed of a 3.4% interest in Robor for R16.5 million, reducing its interest from 51.0% to 47.6% and thereby resulting in a loss of control and step down from a subsidiary to an associate, and a 3.61% interest in KTH for R197.9 million, reducing its interest from 22.9% to 20.01%.

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10. Discontinued operations and non-current assets held for sale (continued)

10.1 Reclassification in terms of IFRS 5 (continued)

The effect of reclassifying CSI and Robor as discontinued operations, had the following impact on the statement of profit and loss and other comprehensive income :

	Previously reported 30 June 2017 R	Reclassification for discontinued operations 30 June 2017 R	Reclassified 30 June 2017 R
Other income	31 395 869	(4 385 023)	27 010 846
Operating expenses	(3 784 613)	-	(3 784 613)
Operating profit	27 611 256	(4 385 023)	23 226 233
Other gains (losses)	352 544	-	352 544
Net profit	27 963 800	(4 385 023)	23 578 777
Net finance costs	(51 273 983)	-	(51 273 983)
Interest received	203 699	-	203 699
Interest paid	(51 477 682)	-	(51 477 682)
Loss before taxation	(23 310 183)	(4 385 023)	(27 695 206)
Taxation	(917 554)	219 251	(698 303)
Loss from continuing operations	(24 227 737)	(4 165 772)	(28 393 509)
Loss from discontinued operation, net of taxation	(8 424 730)	4 165 772	(4 258 958)
Loss for the year	(32 652 467)	-	(32 652 467)

10.2 Discontinued operations

10.2.1 Results from the discontinued operations

	30 June 2018 R	30 June 2017 R
Other income	-	17 579 578
Other losses	(66 507 444)	(20 000 000)
Loss before taxation	(66 507 444)	(2 420 422)
Taxation	-	(1 838 536)
Loss from discontinued operations	(66 507 444)	(4 258 958)

10.2.2 Loss for the year from discontinued operations

Loss for the year from discontinued operations has been arrived at after crediting (charging) the following:

	30 June 2018 R	30 June 2017 R
Dividend income from KTH	-	13 194 555
Dividend income from Robor	-	4 385 023
Loss on part disposal of KTH	(38 522 618)	-
Gain on loss of control in Robor	2 544 551	-
Loss on remeasurement to fair value less costs to sell for Robor	(6 160 000)	-
Loss on remeasurement to fair value less costs to sell for CSI	(24 369 377)	-
Loss on remeasurement to fair value less costs to sell for KTH	-	(20 000 000)

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10. Discontinued operations and non-current assets held for sale (continued)

10.3 Non-current assets held for sale

The investments in KTH, Robor and CSI, are classified and presented as non-current assets held for sale at 30 June 2018 and are valued at the lower of carrying value and fair value less costs to sell. The investment in CSI has been impaired to zero during the current year (refer to 10.2.2).

	30 June 2018 R	30 June 2017 R
Investment in KTH	1 263 537 118	1 500 000 000
Investment in Robor	189 000 000	-
	1 452 537 118	1 500 000 000

10.4 Bank collateral

The shares in KTH and CSI are held as security by Rand Merchant Bank ("RMB") and Standard Bank Limited ("Standard Bank") (refer note 17).

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11. Investment in subsidiaries

The Company held the following shares in subsidiaries:

Principal place of business	Principal activity	Name of subsidiary (1)	Proportion of ownership rights		Cost of investment	
			30 June 2018	30 June 2017	30 June 2018	30 June 2017
					R	R
South Africa	Media	Blackstar Holdings Group Proprietary Limited ("BHG")	100.0%	100.0%	1 462 706 629	1 450 000 000
South Africa	Industrial steel company	Consolidated Steel Industries Proprietary Limited ("CSI")	100.0%	100.0%	-	24 369 377
South Africa	Industrial steel company	Robor Proprietary Limited ("Robor")	-	51.0%	-	209 100 000
South Africa	Investment property company	Tiso Blackstar Real Estate Proprietary Limited ("TBRE")	100.0%	100.0%	335 625	9 876 177
South Africa	Investment property company	Firefly Investments 223 Proprietary Limited ("Firefly") (2)	70.0%	70.0%	-	-
					1 463 042 254	1 693 345 554

(1) Refer note 28 for a complete list of subsidiaries of the Tiso Blackstar group

(2) Subsidiary of TBRE

Reconciliation of investment in subsidiaries

	BHG R	CSI R	Robor R	TBRE R	Firefly R	Total R
Balance as at 1 July 2016	1 450 000 000	24 369 377	209 100 000	32 005 691	6 026 850	1 721 501 918
Return of shares in TBRE	-	-	-	(22 129 514)	-	(22 129 514)
Interest capitalised on Firefly loan	-	-	-	-	389 886	389 886
Capital repaid on Firefly loan	-	-	-	-	(3 552 500)	(3 552 500)
Interest repaid on Firefly loan	-	-	-	-	(2 864 236)	(2 864 236)
Balance as at 30 June 2017	1 450 000 000	24 369 377	209 100 000	9 876 177	-	1 693 345 554
Additions	12 706 629	-	-	-	-	12 706 629
Return of shares in TBRE	-	-	-	(3 000 000)	-	(3 000 000)
Impairment of investment in TBRE	-	-	-	(6 540 552)	-	(6 540 552)
Transferred to non-current asset held for sale	-	(24 369 377)	-	-	-	(24 369 377)
Disposals	-	-	(13 940 000)	-	-	(13 940 000)
Loss of control in Robor	-	-	(195 160 000)	-	-	(195 160 000)
Balance as at 30 June 2018	1 462 706 629	-	-	335 625	-	1 463 042 254

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11. Investment in subsidiaries (continued)

Significant changes in investment in subsidiaries

Robor - the Company disposed of a 3.4% interest in Robor during the current year for R16.5 million, reducing its interest in Robor from 51% to 47.6%, and thereby resulting in a loss of control and step down from a subsidiary to an associate. Subsequent to this, the investment in Robor was classified and presented as a non-current asset held for sale at 30 June 2018 (refer note 10).

Firefly - during the prior year, the cumulative redeemable preference shares held in Firefly (a subsidiary of TBRE), were redeemed on date of sale of the property in Firefly. Dividends were payable at the South African Prime Rate plus 200 basis points nominal annual compounded monthly. The preference shares were designated at fair value through profit and loss in the prior year and formed part of the investment in TBRE and the property subsidiaries.

Restrictions

The Company receives income in the form of dividends and interest from its investments in subsidiaries, and there are no significant restrictions on the transfer of funds from these entities to the Company with the exception of the South African Reserve Bank regulations with respect to the transfer of funds off and onshore.

Support

The Company may provide further financial or any other support to its subsidiaries should they require it and the Company has funds available to do so. The Company has no other contractual commitments.

Bank collateral

All equity instruments in and claims against CSI and BHG are held as security by RMB and Standard Bank (refer note 17).

Consolidated financial statements

The financial statements presented are not consolidated financial statements as the Company qualifies for the consolidation exemption in IFRS 10.

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12. Investment in associates

The Company held the following shares in associates:

				Proportion of ownership interest		Carrying value	
				30 June	30 June	30 June	30 June
				2018	2017	2018	2017
Principal activity	Principal place of business/Registered Address	Class of shares	Name of associate			R	R
Investment in associates – equity accounted							
Media	Delta Riverside, L.R. 4275/121, Riverside Drive, Nairobi, Kenya	Ordinary	Radio Africa Limited ("Radio Africa group")	49.0%	49.0%	206 000 000	206 000 000
Media	355 Faanofa Street, Kokomlemle, Accra, Ghana	Ordinary	Multimedia Group Limited ("Multimedia group")	32.2%	32.2%	182 900 000	182 900 000
Media	26 Keffi Street, South West Ikoyi, Lagos, Nigeria	Ordinary	Cooper Communications Limited ("Coopers")	24.5%	24.5%	10 796 783	10 796 783
						399 696 783	399 696 783
Non-current assets held for sale (refer note 10)							
Industrial steel company	233 Barbara Road, Elandsfontein, Gauteng, South Africa	Ordinary	Robor Proprietary Limited ("Robor")	47.6%	-	189 000 000	-
Investment holding	100 West Street, Wierda Valley, Gauteng, South Africa	Ordinary	Kagiso Tiso Holdings Proprietary Limited ("KTH")	20.01%	22.9%	1 263 537 118	1 500 000 000
						1 452 537 118	1 500 000 000
						1 852 233 901	1 899 696 783

All of the above associates are accounted for at cost less accumulated impairments in these financial statements, with the exception of associates classified as non-current assets held for sale, which are carried at the lower of carrying value and fair value less costs to sell.

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12. Investment in associates (continued)

Reconciliation of investment in associates

	Radio Africa group R	Multimedia group R	Coopers R	Subtotal R	Robor R	KTH R	Total R
Balance as at 1 July 2016	206 000 000	182 900 000	10 796 783	399 696 783	-	1 520 000 000	1 919 696 783
Loss on remeasurement to fair value less costs to sell	-	-	-	-	-	(20 000 000)	(20 000 000)
Balance as at 30 June 2017	206 000 000	182 900 000	10 796 783	399 696 783	-	1 500 000 000	1 899 696 783
Part disposal of KTH	-	-	-	-	-	(236 462 882)	(236 462 882)
Loss of control in Robor	-	-	-	-	195 160 000	-	195 160 000
Loss on remeasurement to fair value less costs to sell	-	-	-	-	(6 160 000)	-	(6 160 000)
Balance as at 30 June 2018	206 000 000	182 900 000	10 796 783	399 696 783	189 000 000	1 263 537 118	1 852 233 901

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12. Investment in associates (continued)

Significant changes in investment in associates

Robor - the Company disposed of a 3.4% interest in Robor during the current year for R16.5 million, reducing its interest in Robor from 51% to 47.6%, and thereby resulting in a loss of control and step down from a subsidiary to an associate. Subsequent to this, the investment in Robor was classified and presented as a non-current asset held for sale at 30 June 2018 (refer note 10).

KTH - the Company disposed of a 3.61% interest in KTH for R197.9 million reducing its interest in KTH from 22.9% to 20.01%. The investment in KTH is classified and presented as a non-current asset held for sale at 30 June 2018 and 30 June 2017 (refer note 10).

Restrictions

The Company receives income in the form of dividends and interest from its investments in associates, and there are no significant restrictions on the transfer of funds from these entities to the Company with the exception of the South African Reserve Bank regulations with respect to the transfer of funds off and onshore.

Bank collateral

The shares in KTH are held as security by RMB and Standard Bank (refer to note 17).

13. Other investments, loans and receivables

	30 June 2018 R	30 June 2017 R
Financial asset held for trading:		
Listed equity security		
Ordinary shares in Shoprite	-	17 005 007
Investment classified as loans and receivables carried at amortised cost:		
Loan to related party	17 060 613	-
	17 060 613	17 005 007

Listed equity security

The Company disposed of its entire shareholding in Shoprite during the current year for R9.5 million.

Loan to related party

The Company disposed of a 3.4% interest in Robor for an amount of R16.5 million in lieu of the assignment of a loan receivable from Tricom Properties Proprietary Limited ("Tricom"), a company owned by a shareholder of Robor. The loan is unsecured, bears interest at the First National Bank money market rate and is repayable at the earlier of: 30 June 2020; the date on which Tricom has available cash resources to settle the loan; or the date on which Robor enters into business rescue or liquidation should this event occur. On disposal of a 3.4% interest in Robor, Robor became an associate of the Company (refer note 12) and was subsequently classified and presented as a non-current asset held for sale (refer note 10).

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14. Other receivables

	30 June 2018 R	30 June 2017 R
Dividend and interest receivable	5 325 464	-
Sundry debtor	-	153
	5 325 464	153

The fair values of other receivables due within one year approximate their carrying amounts as presented above.

The exposure of the Company to credit risk and impairment losses in relation to other receivables is reported in note 22.3.

15. Cash and cash equivalents

Cash and bank balances have been classified as loans and receivables and are measured at amortised cost using the effective interest method.

	30 June 2018 R	30 June 2017 R
Cash at bank	77 167 447	5 713 589

Transfers of cash to and from South African companies, including the Company's subsidiaries and associates, are subject to South African exchange control regulations. Cash and cash equivalents have been ceded as security at 30 June 2018 and at 30 June 2017 (refer note 17).

Included in cash and cash equivalents of R77.2 million in the current year, is an amount of R50.0 million which was committed to CSI. The amount was transferred to CSI post year end as a short term interest free equity loan repayable on transfer of ownership of CSI. The Company was released from its guarantee of R50.0 million on transfer of these funds (refer note 25).

16. Share capital and reserves

Share capital

	30 June 2018	30 June 2017
<i>Authorised</i>	€	€
70 200 ordinary shares of €1.71 each	120 042	120 042
1 000 redeemable preference shares of €1.71 each	1 710	1 710
	121 752	121 752
<i>Issued</i>	R	R
70 200 ordinary shares of €1.71 each (converted to R25.48)	1 788 748	1 788 748
1 000 redeemable preference shares of €1.71 each (converted to R19.41)	19 406	19 406
	1 808 154	1 808 154

Share premium

Share premium comprises the amount subscribed for share capital in excess of nominal value.

Accumulated losses

Accumulated losses comprise net gains and losses recognised in the statements of profit and loss and other comprehensive income.

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17. Borrowings

	30 June 2018 R	30 June 2017 R
Secured term debt		
Term facility which bears interest at the 3 month Johannesburg Interbank Accepted Rate ("Jibar") plus 525 basis points. Interest is compounded quarterly and settled semi-annually. A final bullet payment of the remaining capital is repayable in December 2019	167 373 098	407 170 091
General Banking Facility ("GBF") which bears interest at the South African Prime Rate plus 200 basis points. Settlement must be made with the term facility	-	35 462 000
	167 373 098	442 632 091
Non-current portion	167 373 098	429 000 000
Current portion	-	13 632 091
	167 373 098	442 632 091

On acquisition of a 22.9 % interest in KTH and buyout of the remaining shares in BHG in 2015, the Tiso Blackstar group raised a term facility of R500.0 million to settle the cash consideration of the purchase price of KTH, and a GBF of R65.0 million to fund the Tiso Blackstar group's working capital requirements. A total of R534.0 million was utilised from these facilities to settle the cash consideration and to repay the existing facility as full and final settlement.

During the current financial year, the term facility and GBF facilities were restructured. The Company received R203.1 million from BHG which was utilised to settle a portion of the term facility, and the term facility was reduced to R167.4 million (2017: R407.2 million) by 30 June 2018. The GBF was reduced to R50.0 million and the outstanding amount owing on the GBF facility was settled in full by 30 June 2018 (2017: R35.5 million was owing on the GBF). In terms of the RMB facility agreement, on disposal of BHG, KTH or CSI, the proceeds from the disposal must first be used to settle the outstanding debt. This will have a nil effect on the net asset value of the Tiso Blackstar group.

Securities provided

The term facility is secured in favour of RMB and Standard Bank, and the securities offered are as follows:

- Reversionary cession of all BHG shares and loan accounts (refer note 11);
- Cession of the shares of CSI shares and loan accounts (refer notes 10 and 11);
- Cession of the shares and loan accounts of KTH (subject to the provisions contained in the KTH MOI) (refer notes 10 and 12);
- Cession of all disposal proceeds of any assets of the Tiso Blackstar group after adjustment for applicable taxes on disposals and agreed upon head office costs;
- Cession of cash and certain Tiso Blackstar group's bank accounts (refer note 15);
- Negative pledge of all investments/assets; and
- Shares in security granted by BHG to its senior lenders.

No covenants were breached in both the current and prior financial years.

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18. Other payables

	30 June 2018 R	30 June 2017 R
Payables and accruals	2 030 882	1 371 873
Payables to related companies	-	1 115 524
Loan payable to holding company	363 814 802	358 492 066
	365 845 684	360 979 463

The fair values of other payables due within one year approximate their carrying amounts as presented above.

The loan payable to the holding company is interest free with no fixed terms of repayment.

19. Cash flow from operating activities

	30 June 2018 R	30 June 2017 R
Profit (Loss) for the year	69 520 367	(32 652 467)
Taxation		
Continuing operations	152 884	698 303
Discontinued operation	-	1 838 536
Profit (Loss) before taxation	69 673 251	(30 115 628)
Adjustments for non cash items:		
Impairment of investment in TBRE	6 540 552	-
Loss on part disposal of KTH	38 522 618	-
Gain on loss of control in Robor	(2 544 551)	-
Loss on remeasurement to fair value less costs to sell for Robor	6 160 000	-
Loss on remeasurement to fair value less costs to sell for CSI	24 369 377	-
Loss on remeasurement to fair value less costs to sell for KTH	-	20 000 000
Realised loss arising on disposal of listed equity investment	2 714 243	-
Unrealised net foreign exchange losses (gains) arising on a listed equity investment	99 043	(256 333)
Dividends and interest accrued from investments	(204 283 831)	(44 590 424)
Net finance costs	53 670 516	51 273 983
Unrealised/realised foreign exchange losses on assets and liabilities not denominated in Rands	2 097	17 452
Changes in working capital:		
Dividend and interest receivable transferred from investments to other receivables	5 325 464	-
(Increase) Decrease in other receivables	(5 325 311)	16 148
Increase (Decrease) in other payables	4 866 221	(38 314 999)
Cash utilised by operations	(210 311)	(41 969 801)

20. Taxation paid

	30 June 2018 R	30 June 2017 R
Payable at the beginning of the year	(445 182)	(1 193)
Total tax charge for the year from continuing operations	(152 884)	(698 303)
Total tax charge for the year from discontinued operations	-	(1 838 536)
Dividends withholding tax accrued	-	143 210
Unrealised/realised foreign exchange losses on assets and liabilities not denominated in Rands	(2 097)	(17 452)
Payable at the end of the year	386 180	445 182
	(213 983)	(1 967 092)

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21. Changes in liabilities arising from financing activities

The table below details changes in the Company's liabilities arising from financing activities, including both cash and non-cash changes. Liabilities arising from financing activities are those for which cash flows were, or future cash flows will be, classified in the Company's statement of cash flows as cash flows from financing activities.

	Payable at the beginning of the year	New debt raised	Capital repaid	Finance costs paid	Finance costs accrued	Payable at the end of the year
	R	R	R	R	R	R
30 June 2018						
Borrowings						
Term facility	(407 170 091)	(1 500 000)	276 122 301	14 658 608	(49 483 916)	(167 373 098)
GBF	(35 462 000)	(8 600 000)	44 100 000	4 398 859	(4 436 859)	-
	(442 632 091)	(10 100 000)	320 222 301	19 057 467	(53 920 775)	(167 373 098)
30 June 2017						
Borrowings						
Term facility	(413 765 951)	-	18 765 951	37 806 734	(49 976 825)	(407 170 091)
GBF	-	(65 500 000)	31 500 000	38 857	(1 500 857)	(35 462 000)
	(413 765 951)	(65 500 000)	50 265 951	37 845 591	(51 477 682)	(442 632 091)

22. Financial instruments and financial risk management

22.1 Categories of financial assets

	30 June 2018 R	30 June 2017 R
Financial assets		
Financial assets at fair value through profit and loss	1 452 537 118	1 517 005 007
Non-current assets held for sale (refer note 10)	1 452 537 118	1 500 000 000
Financial asset held for trading (refer note 13)	-	17 005 007
Loans and receivables at amortised cost	99 553 524	5 713 742
Investment classified as loans and receivables (refer note 13)	17 060 613	-
Other receivables (refer note 14)	5 325 464	153
Cash and cash equivalents (refer note 15)	77 167 447	5 713 589
	1 552 090 642	1 522 718 749
Financial liabilities		
Financial liabilities measured at amortised cost		
Borrowings (refer note 17)	(167 373 098)	(442 632 091)
Other payables (refer note 18)	(365 845 684)	(360 979 463)
	(533 218 782)	(803 611 554)

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22. Financial instruments and financial risk management (continued)

22.2 Financial risk management overview

The Company has exposure to the following risks from its use of financial instruments: credit risk; liquidity risk; and market risk (which comprise currency risk, interest rate risk and market price risk).

The Company's major financial risks are mitigated through industry diversification and decentralisation. Thus the impact on the Company of any one particular risk within any of these industries is limited. Tiso Blackstar group companies are run on a decentralised manner with management of the underlying business maintaining an entrepreneurial focus. The risks within the underlying businesses are managed by their local management teams who are responsible for their own operations.

22.3 Credit risk

Credit risk is the risk of financial loss to the Company if a customer or counterparty to a financial instrument fails to meet its contractual obligations, and arises principally from the Company's other receivables, investments, cash and cash equivalents and guarantees.

The carrying amount of financial assets recorded in the financial statements represents the Company's maximum exposure to credit risk without taking into account the value of any collateral obtained.

The carrying amount of financial assets recorded in the financial statements represents the Company's maximum exposure to credit risk without taking into account the value of any collateral obtained. The carrying values are provided in the table below:

Total loans exposed to credit risk

	30 June 2018 R	30 June 2017 R
Investment classified as loans and receivables	17 060 613	-

Cash and cash equivalents

Any excess cash and cash equivalents are held in current accounts, money market funds, and term deposits. In 2018 and 2017, all cash and cash equivalents were held in financial institutions with a BBB+ or lower rating.

Guarantees

Refer note 25 for further details of guarantees issued by the Tiso Blackstar group. The Tiso Blackstar group's maximum exposure to credit risk, without taking into account collateral or any other credit enhancements held, in respect of guarantees would be equal to the borrowings disclosed in note 17.

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22. Financial instruments and financial risk management (continued)

22.4 Liquidity risk

Liquidity risk is the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities that are settled by delivering cash or another financial asset.

Management maintains relationships with the Company's bankers and monitor cash reserves on an ongoing basis to ensure there are sufficient cash resources to meet liabilities in the short term.

The table below details the Company's remaining contractual maturity for its non-derivative financial assets and liabilities with agreed repayment periods. The table has been drawn up based on the undiscounted cash flows of the financial liabilities. The table includes both interest and principal cash flows. To the extent that interest flows are at a floating rate, the undiscounted amount is derived utilising the interest rate at year end. The contractual maturity is based on the earliest date on which the Company may be required to pay.

As at 30 June 2018	Carrying amount R	Total R	Undiscounted contractual cash flows			
			6 months or less R	6-12 months R	More than 1 year R	No fixed maturity R
Non-current assets held for sale	1 452 537 118	1 452 537 118	-	1 452 537 118	-	-
Investment classified as loans and receivables	17 060 613	17 060 613	-	-	17 060 613	-
Other receivables	5 325 464	5 325 464	-	-	-	5 325 464
Cash and cash equivalents	77 167 447	77 167 447	-	-	-	77 167 447
Total financial assets	1 552 090 642	1 552 090 642	-	1 452 537 118	17 060 613	82 492 911
Borrowings ^A	(167 373 098)	(197 301 272)	(10 433 598)	(10 089 118)	(176 778 556)	-
Other payables	(365 845 684)	(365 845 684)	(2 030 882)	-	-	(363 814 802)
Total financial liabilities	(533 218 782)	(563 146 956)	(12 464 480)	(10 089 118)	(176 778 556)	(363 814 802)

As at 30 June 2017	Carrying amount R	Total R	Undiscounted contractual cash flows			
			6 months or less R	6-12 months R	More than 1 year R	No fixed maturity R
Non-current assets held for sale	1 500 000 000	1 500 000 000	-	1 500 000 000	-	-
Financial asset held for trading	17 005 007	17 005 007	-	-	-	17 005 007
Other receivables	153	153	153	-	-	-
Cash and cash equivalents	5 713 589	5 713 589	-	-	-	5 713 589
Total financial assets	1 522 718 749	1 522 718 749	153	1 500 000 000	-	22 718 596
Borrowings ^A	(442 632 091)	(488 503 971)	(59 802 182)	(24 206 444)	(404 495 345)	-
Other payables	(360 979 463)	(360 979 463)	(2 487 397)	-	-	(358 492 066)
Total financial liabilities	(803 611 554)	(849 483 434)	(62 289 579)	(24 206 444)	(404 495 345)	(358 492 066)

^A The above cash flows in respect of the Company's borrowings are disclosed on the assumption that the term facility is held to maturity. The Company's investments in KTH and CSI, are classified and presented as non-current assets held for sale at 30 June 2018 (refer note 10), and the proceeds from the disposal of these investments are required to be applied in the settlement of the amount outstanding under the term facility. In the event that the loan is repaid early, the total cash flows associated with the Company's borrowings, as reported above, would reduce by the capital repayments and the amount of the loan interest no longer accruing.

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22. Financial instruments and financial risk management (continued)

22.4 Liquidity risk (continued)

Undrawn facilities and securities provided

	30 June 2018 R	30 June 2017 R
Secured facilities		
Term facility taken out to finance the acquisition of KTH (refer note 17 for securities provided)		
Utilised	167 373 098	407 170 091
Unutilised	-	92 829 909
GBF to fund working capital requirements (refer note 17 for securities provided)		
Utilised	-	35 462 000
Unutilised	50 000 000	29 538 000
	217 373 098	565 000 000

22.5 Market risk

Market risk is the risk that changes in market prices, such as foreign exchange rates, interest rates and equity prices will affect the Company's income or the value of its holdings of financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimising the return on risk. Market risk has been broken down into currency risk, interest rate risk and market price risk.

22.5.1 Currency risk

Currency risk arises because the Company holds interests in companies whose currencies differ from its functional and presentational currency (Rands). The financial results of these operations are exposed to currency risk on translation into Rands. Currency risk also arises because operations incur costs from service providers in various parts of the world whose currency is not the same as the Company's functional and presentational currency (Rands). To mitigate this risk, the Company may hedge its currency exposure from time to time.

The carrying amounts of the Company's foreign currency denominated financial assets and financial liabilities at the reporting date are as follows:

Currency	Assets		Liabilities	
	30 June 2018 R	30 June 2017 R	30 June 2018 R	30 June 2017 R
South African Rands	1 546 734 189	1 505 672 227	(533 071 026)	(802 385 640)
Pounds Sterling	14 814	13 834	(147 756)	(1 225 914)
US Dollars	4 129	3 919	-	-
Euro	12 046	23 762	-	-
Zambian Kwacha	5 325 464	17 005 007	-	-
	1 552 090 642	1 522 718 749	(533 218 782)	(803 611 554)

Sensitivity analysis for exposure to foreign current risk

The following table demonstrates, in Rands, what the impact on equity would be if the Rand strengthened (weakened) by 10%, being a change considered reasonably possible given historic fluctuations, and all other variables remained constant:

Currency exposed to	10% strengthening in the Rand Increase/(decrease) in net financial assets		10% weakening in the Rand Increase/(decrease) in net financial assets	
	30 June 2018 R	30 June 2017 R	30 June 2018 R	30 June 2017 R
Pounds Sterling	13 294	121 208	(13 294)	(121 208)
Euro	(1 205)	(2 376)	1 205	2 376
US Dollars	(413)	(392)	413	392
Zambian Kwacha	(532 546)	(1 700 501)	532 546	1 700 501

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22. Financial instruments and financial risk management (continued)

22.5 Market risk (continued)

22.5.2 Interest rate risk

Interest rate risk is the risk that the fair value of financial instruments will fluctuate because of changes in market interest rates. Cash flow interest rate risk is the risk that future cash flows associated with financial instruments will fluctuate because of changes in market interest rates. The following financial instruments are exposed to interest rate risk: investments, borrowings and cash and cash equivalents.

Borrowings

The Company adopts a policy of ensuring that its borrowings are at market-related rates. Operational management is responsible for monitoring borrowing levels and exposure to interest rate risk on an ongoing basis. The variable rates are influenced by movements in the South African Prime Rate.

Cash and cash equivalents

Any excess cash and cash equivalents are invested with banks at short term market interest rates. Overdrafts which arise are linked to the South African Prime Rate.

A sensitivity analysis was done on the interest rate. Should interest rates increase by 10%, the profit (loss) before tax would decrease by R5 392 077 (2017: R5 147 768). Should interest rates decrease by 10%, the profit (loss) before tax would increase by R5 392 077 (2017: R5 147 768).

22.5.3 Market price risk

Market price risk, or equity price risk, is the risk of unfavourable changes in the fair values of the equities as a result of changes in the levels of equity indices and the value of individual shares. The Company is exposed to market price risk in its listed investments. Listed investments are susceptible to market price risk arising from the performance of the underlying companies and uncertainties about future prices in the case of listed investments.

Investments exposed to market price risk

	30 June 2018 R	30 June 2017 R
Financial asset held for trading	-	17 005 007

The Company invested in equities whose underlying value was derived from investments on listed exchanges. No sensitivity analysis has been performed for the current year, as the Company disposed of its equity investment during the current year. In the prior year, should global markets have increased by 10%, the gross assets of the Company would have increased by R1 700 501. Should global markets have decreased by 10%, the gross assets of the Company would have decreased by R1 700 501.

23. Fair value of assets

23.1 Fair value hierarchy

IFRS 13 Fair Value Measurement requires disclosures relating to fair value measurements using a three-level fair value hierarchy. The level within which the fair value measurement is categorised in its entirety is determined on the basis of the lowest level input that is significant to the fair value measurement. Assessing the significance of a particular input requires judgement, considering the factors specific to the asset or liability. The following table shows financial instruments recognised at fair value, categorised between those whose fair value is based on:

- Level 1 - Quoted (unadjusted) market prices in active markets for identical assets or liabilities;
- Level 2 - Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable; and
- Level 3 - Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

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23. Fair value of assets (continued)

23.1 Fair value hierarchy (continued)

Recurring fair value measurement of assets and liabilities

	Level 1 R	Level 2 R	Level 3 R	Total R
As at 30 June 2018				
Financial assets				
Non-current assets held for sale	-	1 452 537 118	-	1 452 537 118
As at 30 June 2017				
Financial assets				
Financial asset held for trading				
Listed equity security	17 005 007	-	-	17 005 007
Non-current assets held for sale	-	1 500 000 000	-	1 500 000 000
	17 005 007	1 500 000 000	-	1 517 005 007

23.2 Transfer between levels

There were no transfers between levels during the current and prior years.

23.3 Valuation techniques

23.3.1 Level 1

Listed investments in subsidiaries, associates and equity securities

When fair values of publicly traded equity securities and managed funds are based on quoted market prices, or binding dealer quotations, in an active market for identical assets without any adjustments, the instruments are included in Level 1 of the hierarchy. The Company values these investments at the bid price of the investment at the end of the reporting year.

23.3.2 Level 2

Non-current assets held for sale

The investments in KTH, Robor and CSI, are classified and presented as non-current assets held for sale at 30 June 2018, and are carried at the lower of carrying value and fair value less costs to sell (refer note 10).

Their fair values have been determined with reference to the anticipated value expected to be realised on disposal.

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24. Related parties

24.1 Identity of related parties

The holding company, Tiso Blackstar, its subsidiaries and associates (companies over which it has control or significant influence) would be considered to be related parties. The directors are the only key management. No other related parties were identified.

24.2 Related party transactions

	30 June 2018 R	30 June 2017 R
Loan receivable from Tricom	17 060 613	-
Working capital loan due to Tiso Blackstar	(363 814 802)	(358 492 066)
Amount due to Tiso Blackstar (included in other payables)	-	(1 115 524)
Advisory fee paid to Tiso Blackstar	-	(1 266 774)
Dividend income received from BHG	203 122 301	25 000 000
Dividend income received from Robor	-	4 385 023
Dividend income received from KTH	-	13 194 555
Preference dividend received from Firefly	-	389 886
Interest accrued on loan receivable from Tricom	576 062	-
Directors remuneration	-	(27 221)

25. Contingencies and Guarantees

25.1 Guarantees

Tiso Blackstar together with the Company has a written cession in securitatem debiti and pledge agreement with RMB and Standard Bank which operates as a security cession in respect of the facility held (refer note 17).

25.2 Contingencies and collaterals

The Company had no contingent liabilities as at 30 June 2018 (2017: nil). Refer to note 17 for all the security offered for the borrowings with RMB and Standard Bank.

26. Commitments

Refer to note 17 for all the security offered for the borrowings with RMB and Standard Bank. Other than the borrowings with RMB and Standard Bank, the Company had no capital or other commitments as at 30 June 2018 (2017: nil).

27. Subsequent events

The disposal processes of both CSI and Robor are progressing well, with the CSI disposal of shares and claims being effective 30 November 2018 for an amount of R50.0 million, and the finalisation of the Robor disposal being expected prior to the end of the 30 June 2019 financial year. Subsequent to year end, an amount of R50.0 million was transferred to CSI as a short term, interest free equity loan repayable on transfer of ownership of CSI. Tiso Blackstar was released from its guarantee of R50.0 million on transfer of these funds. On date of sale of CSI, R20.0 million was received and the balance is to be paid by 30 June 2019 as per the CSI sales agreement. The shareholders of KTH have appointed an independent party to advise on the most optimal approach to meet the shareholders' desired objectives.

Marcel Ernzer resigned effective 26 November 2018.

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28. Subsidiaries of the Tiso Blackstar group (continued)

Note 11 makes reference to the principal subsidiaries of the Company. All shareholdings consist of interests in the ordinary shares of the subsidiary. Below is a list of all the underlying subsidiaries within the Tiso Blackstar group:

Name of subsidiary	Principal place of business/Registered Address	Principal activity	Direct parent company	Proportion of ownership rights	
				30 June 2018	30 June 2017
Compact Disc Technologies Proprietary Limited	Hill on Empire, 16 Empire Road, Parktown, 2193, South Africa	Dormant	At Velocity Logistics Proprietary Limited	100.00%	100.00%
Fox Street Properties Proprietary Limited (4)	Hill on Empire, 16 Empire Road, Parktown, 2193, South Africa	Dormant	At Velocity Logistics Proprietary Limited	-	100.00%
Gallo Investment Holdings Proprietary Limited	Hill on Empire, 16 Empire Road, Parktown, 2193, South Africa	Dormant	At Velocity Logistics Proprietary Limited	100.00%	100.00%
Gallo Licensing Proprietary Limited (4)	Hill on Empire, 16 Empire Road, Parktown, 2193, South Africa	Dormant	At Velocity Logistics Proprietary Limited	-	100.00%
Gallo Music Publishers Proprietary Limited (4)	Hill on Empire, 16 Empire Road, Parktown, 2193, South Africa	Dormant	At Velocity Logistics Proprietary Limited	-	100.00%
Gallo Properties Proprietary Limited (4)	Hill on Empire, 16 Empire Road, Parktown, 2193, South Africa	Dormant	At Velocity Logistics Proprietary Limited	-	100.00%
Gallo Record Company Proprietary Limited (4)	Hill on Empire, 16 Empire Road, Parktown, 2193, South Africa	Dormant	At Velocity Logistics Proprietary Limited	-	100.00%
Mavuthela Music Company Proprietary Limited (4)	Hill on Empire, 16 Empire Road, Parktown, 2193, South Africa	Dormant	At Velocity Logistics Proprietary Limited	-	100.00%
Moviecom Proprietary Limited	Hill on Empire, 16 Empire Road, Parktown, 2193, South Africa	Dormant	At Velocity Logistics Proprietary Limited	100.00%	100.00%
RPM Record Company Proprietary Limited (4)	Hill on Empire, 16 Empire Road, Parktown, 2193, South Africa	Dormant	At Velocity Logistics Proprietary Limited	-	100.00%
Tusk Music Enterprises Proprietary Limited (4)	Hill on Empire, 16 Empire Road, Parktown, 2193, South Africa	Dormant	At Velocity Logistics Proprietary Limited	-	100.00%
Tusk Music Publishing Proprietary Limited (4)	Hill on Empire, 16 Empire Road, Parktown, 2193, South Africa	Dormant	At Velocity Logistics Proprietary Limited	-	100.00%
Big News For Small Business Proprietary Limited	Hill on Empire, 16 Empire Road, Parktown, 2193, South Africa	Dormant	BDFM Publishers Proprietary Limited	100.00%	100.00%
Blackstar TV Proprietary Limited (previously One Africa Television Proprietary Limited)	Hill on Empire, 16 Empire Road, Parktown, 2193, South Africa	Television production Media, broadcasting, content and retail solutions	BDFM Publishers Proprietary Limited	100.00%	100.00%
Tiso Blackstar Group Proprietary Limited	Hill on Empire, 16 Empire Road, Parktown, 2193, South Africa	Investment holding	Blackstar Holdings Group Proprietary Limited	100.00%	100.00%
BlackstarTiso Proprietary Limited	Hill on Empire, 16 Empire Road, Parktown, 2193, South Africa		Blackstar Holdings Group Proprietary Limited	100.00%	100.00%
Advovson Investments Proprietary Limited	Hill on Empire, 16 Empire Road, Parktown, 2193, South Africa	Dormant	BlackstarTiso Proprietary Limited	100.00%	100.00%
At Velocity Logistics Proprietary Limited	Hill on Empire, 16 Empire Road, Parktown, 2193, South Africa	Dormant	BlackstarTiso Proprietary Limited	100.00%	100.00%
Avusa Africa Mediatainment Proprietary Limited	Hill on Empire, 16 Empire Road, Parktown, 2193, South Africa	Dormant	BlackstarTiso Proprietary Limited	100.00%	100.00%

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Financial Statements for the year ended 30 June 2018

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28. Subsidiaries of the Tiso Blackstar group (continued)

Name of subsidiary	Principal place of business/Registered Address	Principal activity	Direct parent company	Proportion of ownership rights	
				30 June 2018	30 June 2017
Avusa Management Services Proprietary Limited	Hill on Empire, 16 Empire Road, Parktown, 2193, South Africa	Dormant	BlackstarTiso Proprietary Limited	100.00%	100.00%
Hirt & Carter Proprietary Limited	22 Tottum Road, Ottawa South, Durban, 4439, South Africa	Investment holding	BlackstarTiso Proprietary Limited	100.00%	100.00%
New Holland Publishing Proprietary Limited	Hill on Empire, 16 Empire Road, Parktown, 2193, South Africa	Book distribution	BlackstarTiso Proprietary Limited	100.00%	100.00%
TB Retail Proprietary Limited	Hill on Empire, 16 Empire Road, Parktown, 2193, South Africa	Dormant	BlackstarTiso Proprietary Limited	100.00%	100.00%
TBG Entertainment Proprietary Limited	Hill on Empire, 16 Empire Road, Parktown, 2193, South Africa	Dormant	BlackstarTiso Proprietary Limited	100.00%	100.00%
TBG Media Proprietary Limited	Hill on Empire, 16 Empire Road, Parktown, 2193, South Africa	Investment holding	BlackstarTiso Proprietary Limited	100.00%	100.00%
Universal Print Group Proprietary Limited	59 Intersite Avenue, Umgeni Business Park, Durban, 4001, South Africa	Dormant	BlackstarTiso Proprietary Limited	100.00%	100.00%
CDT Export Proprietary Limited (4)	Hill on Empire, 16 Empire Road, Parktown, 2193, South Africa	Dormant	BlackstarTiso Proprietary Limited	100.00%	100.00%
Country Roofing Proprietary Limited	61 Bismark Street, Windhoek, Namibia	Investment property company	Consolidated Steel Industries Proprietary Limited	100.00%	100.00%
Global Roofing Solutions Proprietary Limited	Cnr Barlow and Quality Road, Isando, Kempton Park, 1600, South Africa	Steel roofing and cladding company	Consolidated Steel Industries Proprietary Limited	100.00%	100.00%
Global Roofing Solutions Zambia Limited	Shop Area A, Karibu Business Park, Kitwe Ndola Dual Carriage Way, Kitwe, Copperbelt Province, Zambia	Steel roofing and cladding company	Consolidated Steel Industries Proprietary Limited	100.00%	100.00%
GRS Botswana Proprietary Limited	Plot 113, Unit 28 Kgale Mews, Gaborone International Finance Park, Gaborone Botswana	Steel roofing and cladding company	Consolidated Steel Industries Proprietary Limited	70.00%	70.00%
GRS Mozambique Limited	Maputo Cidade, Distrito Urbano 1, Bairro Central, Av 25 de Setembro, Mozambique	Steel roofing and cladding company	Consolidated Steel Industries Proprietary Limited	95.00%	95.00%
Helm Engineering Proprietary Limited	Cnr Barlow and Quality Road, Isando, Kempton Park, 1600, South Africa	Dormant	Consolidated Steel Industries Proprietary Limited	100.00%	100.00%
Tepzmurt Proprietary Limited	Plot 2644 Phuti Crescent, Extension 9, Gaborone, Botswana	Steel trading company	Consolidated Steel Industries Proprietary Limited	51.00%	51.00%
GRS Express Proprietary Limited	Room B11, Mountain Estates, Lesotho	Steel roofing and cladding company	Consolidated Steel Industries Proprietary Limited	100.00%	100.00%
Capacity Holdings Proprietary Limited	Hill on Empire, 16 Empire Road, Parktown, 2193, South Africa	Dormant	Hirt & Carter (South Africa) Proprietary Limited	100.00%	100.00%
FMCG Direct Proprietary Limited	22 Tottum Road, Ottawa South, Durban, 4439, South Africa	Dormant	Hirt & Carter (South Africa) Proprietary Limited	100.00%	100.00%
SA Functions and Events Proprietary Limited	22 Tottum Road, Ottawa South, Durban, 4439, South Africa	Dormant	Hirt & Carter (South Africa) Proprietary Limited	100.00%	100.00%
185C Solutions Proprietary Limited	22 Tottum Road, Ottawa South, Durban, 4439, South Africa	Retail Solutions	Hirt & Carter Proprietary Limited	100.00%	100.00%
Bates Printing Proprietary Limited	22 Tottum Road, Ottawa South, Durban, 4439, South Africa	Dormant	Hirt & Carter Proprietary Limited	100.00%	100.00%

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28. Subsidiaries of the Tiso Blackstar group (continued)

Name of subsidiary	Principal place of business/Registered Address	Principal activity	Direct parent company	Proportion of ownership rights	
				30 June 2018	30 June 2017
Bothma Branding Solutions Proprietary Limited	90 Escom Road, New Germany, Durban, 3608, South Africa	Printing	Hirt & Carter Proprietary Limited	51.00%	-
Hirt & Carter (Cape) Proprietary Limited	22 Tottum Road, Ottawa South, Durban, 4439, South Africa	Dormant	Hirt & Carter Proprietary Limited	100.00%	100.00%
Hirt & Carter (South Africa) Proprietary Limited	22 Tottum Road, Ottawa South, Durban, 4439, South Africa	Printing	Hirt & Carter Proprietary Limited	100.00%	100.00%
Omnigraphics Express Proprietary Limited	22 Tottum Road, Ottawa South, Durban, 4439, South Africa	Dormant	Hirt & Carter Proprietary Limited	100.00%	100.00%
Paton Tupper Proprietary Limited	22 Tottum Road, Ottawa South, Durban, 4439, South Africa	Advertising agency	Hirt & Carter Proprietary Limited	51.80%	51.80%
Quickcut Pre Press Network SA Proprietary Limited	22 Tottum Road, Ottawa South, Durban, 4439, South Africa	Retail solutions	Hirt & Carter Proprietary Limited	100.00%	100.00%
Skuworks Proprietary Limited	22 Tottum Road, Ottawa South, Durban, 4439, South Africa	Dormant	Hirt & Carter Proprietary Limited	100.00%	100.00%
New Holland Publishers (UK) Limited	Unit 704, The Chandlery, 50 Westminster Bridge Road, London, SE1 7QY, UK	Dormant	Macquarie Corporation SA Limited	100.00%	100.00%
Booksite Proprietary Limited (previously New Holland Publishing (South Africa) Proprietary Limited)	Hill on Empire, 16 Empire Road, Parktown, 2193, South Africa	Book distribution	New Holland Publishing Proprietary Limited	85.00%	85.00%
Macquarie Corporation SA Limited	Palm Grove House, Road Town, Tortola, British Virgin Islands	Investment holding	New Holland Publishing Proprietary Limited	100.00%	100.00%
Nu Metro Distribution Proprietary Limited	Hill on Empire, 16 Empire Road, Parktown, 2193, South Africa	Dormant	Nu Metro Entertainment Proprietary Limited	100.00%	100.00%
Nu Metro Home Entertainment Proprietary Limited	Hill on Empire, 16 Empire Road, Parktown, 2193, South Africa	Dormant	Nu Metro Entertainment Proprietary Limited	100.00%	100.00%
Nu Metro Sell Thru Proprietary Limited	Hill on Empire, 16 Empire Road, Parktown, 2193, South Africa	Dormant	Nu Metro Entertainment Proprietary Limited	100.00%	100.00%
Dyckx Court Proprietary Limited (4)	Hill on Empire, 16 Empire Road, Parktown, 2193, South Africa	Dormant	Nu Metro Entertainment Proprietary Limited	-	100.00%
Entertainment and Leisure Marketing Proprietary Limited	Hill on Empire, 16 Empire Road, Parktown, 2193, South Africa	Dormant	Nu Metro Entertainment Proprietary Limited	100.00%	100.00%
Nu Metro Blackroom Movie Services Proprietary Limited	Hill on Empire, 16 Empire Road, Parktown, 2193, South Africa	Dormant	Nu Metro Entertainment Proprietary Limited	100.00%	100.00%
Nu Metro Entertainment Proprietary Limited	Hill on Empire, 16 Empire Road, Parktown, 2193, South Africa	Dormant	Nu Metro Entertainment Proprietary Limited	100.00%	100.00%
Radio and Household Appliances Proprietary Limited	Hill on Empire, 16 Empire Road, Parktown, 2193, South Africa	Dormant	Nu Metro Entertainment Proprietary Limited	100.00%	100.00%
Material 2 Proprietary Limited	Hill on Empire, 16 Empire Road, Parktown, 2193, South Africa	Productions	Ochre Media Proprietary Limited	100.00%	100.00%
The Effect Media Company Proprietary Limited	Hill on Empire, 16 Empire Road, Parktown, 2193, South Africa	Productions	Ochre Media Proprietary Limited	100.00%	100.00%
Hirt & Carter Software Solutions Proprietary Limited	22 Tottum Road, Ottawa South, Durban, 4439, South Africa	Software solutions	Quickcut Pre Press Network SA Proprietary Limited	100.00%	100.00%

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28. Subsidiaries of the Tiso Blackstar group (continued)

Name of subsidiary	Principal place of business/Registered Address	Principal activity	Direct parent company	Proportion of ownership rights	
				30 June 2018	30 June 2017
Hive Connect Proprietary Limited	22 Totturn Road, Ottawa South, Durban, 4439, South Africa	Dormant	Quickcut Pre Press Network SA Proprietary Limited	100.00%	100.00%
Robor Pipe Systems Proprietary Limited (1)	233 Barbara Road, Elandsfontein, Gauteng, 1428, South Africa	Suppliers of complete pipe systems and manufacturers of steel piping systems and related products	Robor Proprietary Limited	-	100.00%
Mine Support Products Proprietary Limited (1)	233 Barbara Road, Elandsfontein, Gauteng, 1428, South Africa	Manufactures innovative support systems for the mining industry	Robor Proprietary Limited	-	100.00%
Profix Robor Scaffolding Proprietary Limited (1)	233 Barbara Road, Elandsfontein, Gauteng, 1428, South Africa	Access scaffolding material and management of the erection, inspection, handover and dismantling	Robor Proprietary Limited	-	75.00%
Tricom Structures Proprietary Limited (1)	233 Barbara Road, Elandsfontein, Gauteng, 1428, South Africa	Comprehensive solutions provider for engineering and manufacturing services in the telecommunications, power and solar industries	Robor Proprietary Limited	-	100.00%
CNA Properties (Elandsfontein) Proprietary Limited (4)	Hill on Empire, 16 Empire Road, Parktown, 2193, South Africa	Dormant	TBG Entertainment Proprietary Limited	-	100.00%
CNA Properties (Rossburgh) Proprietary Limited (4)	Hill on Empire, 16 Empire Road, Parktown, 2193, South Africa	Dormant	TBG Entertainment Proprietary Limited	-	100.00%
Commissioner Insurance Brokers Proprietary Limited (4)	Hill on Empire, 16 Empire Road, Parktown, 2193, South Africa	Dormant	TBG Entertainment Proprietary Limited	-	100.00%
Nu Metro Filmed Entertainment Proprietary Limited	Hill on Empire, 16 Empire Road, Parktown, 2193, South Africa	Dormant	TBG Entertainment Proprietary Limited	100.00%	100.00%
Symmetrical Investments Proprietary Limited (4)	Hill on Empire, 16 Empire Road, Parktown, 2193, South Africa	Dormant	TBG Entertainment Proprietary Limited	-	100.00%
Mega International Limited (Guernsey)	La Plaiderie House, St. Peter Port, Guernsey	Dormant	TBG Entertainment Proprietary Limited	100.00%	100.00%
Times Media Books Legacy Proprietary Limited	Hill on Empire, 16 Empire Road, Parktown, 2193, South Africa	Dormant	TBG Entertainment Proprietary Limited	100.00%	100.00%
TBG Publishing Proprietary Limited	Hill on Empire, 16 Empire Road, Parktown, 2193, South Africa	Investment holding	TBG Media Investments Proprietary Limited	100.00%	100.00%
Airport Media Proprietary Limited	Rochester Place, 1 st Floor, 173 Rivonia Road, Morningside, 2193 South Africa	Dormant	TBG Media Proprietary Limited	100.00%	100.00%

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28. Subsidiaries of the Tiso Blackstar group (continued)

Name of subsidiary	Principal place of business/Registered Address	Principal activity	Direct parent company	Proportion of ownership rights	
				30 June 2018	30 June 2017
Avusa Coastal Distribution Proprietary Limited	Hill on Empire, 16 Empire Road, Parktown, 2193, South Africa	Dormant	TBG Media Proprietary Limited	100.00%	100.00%
Collage Litho Proprietary Limited	Hill on Empire, 16 Empire Road, Parktown, 2193, South Africa	Dormant	TBG Media Proprietary Limited	100.00%	100.00%
Happy Machine Proprietary Limited	Hill on Empire, 16 Empire Road, Parktown, 2193, South Africa	Dormant	TBG Media Proprietary Limited	100.00%	100.00%
Learning Channel Proprietary Limited	Hill on Empire, 16 Empire Road, Parktown, 2193, South Africa	Educational material production and sales	TBG Media Proprietary Limited	100.00%	100.00%
Ochre Media Proprietary Limited	Hill on Empire, 16 Empire Road, Parktown, 2193, South Africa	Film production	TBG Media Proprietary Limited	100.00%	100.00%
Picasso Headline Proprietary Limited	Hill on Empire, 16 Empire Road, Parktown, 2193, South Africa	Publishing	TBG Media Proprietary Limited	100.00%	100.00%
TBG Media Investments Proprietary Limited	Hill on Empire, 16 Empire Road, Parktown, 2193, South Africa	Investment holding	TBG Media Proprietary Limited	100.00%	100.00%
Avusa Mediatainment Proprietary Limited (4)	Hill on Empire, 16 Empire Road, Parktown, 2193, South Africa	Dormant	TBG Publishing Proprietary Limited	-	100.00%
Avusa Publishing Eastern Cape Proprietary Limited	Hill on Empire, 16 Empire Road, Parktown, 2193, South Africa	Dormant	TBG Publishing Proprietary Limited	100.00%	100.00%
BDFM Publishers Proprietary Limited	Hill on Empire, 16 Empire Road, Parktown, 2193, South Africa	Dormant	TBG Publishing Proprietary Limited	100.00%	100.00%
Burg Street Properties Proprietary Limited (4)	Hill on Empire, 16 Empire Road, Parktown, 2193, South Africa	Dormant	TBG Publishing Proprietary Limited	-	100.00%
Dispatch Media Proprietary Limited	Hill on Empire, 16 Empire Road, Parktown, 2193, South Africa	Dormant	TBG Publishing Proprietary Limited	100.00%	100.00%
Library Network Proprietary Limited	Hill on Empire, 16 Empire Road, Parktown, 2193, South Africa	Dormant	TBG Publishing Proprietary Limited	100.00%	100.00%
National Circulation Services Proprietary Limited (4)	Hill on Empire, 16 Empire Road, Parktown, 2193, South Africa	Dormant	TBG Publishing Proprietary Limited	-	100.00%
New Africa Publications Proprietary Limited	Hill on Empire, 16 Empire Road, Parktown, 2193, South Africa	Dormant	TBG Publishing Proprietary Limited	100.00%	100.00%
The News Printing Company Proprietary Limited	Hill on Empire, 16 Empire Road, Parktown, 2193, South Africa	Dormant	TBG Publishing Proprietary Limited	100.00%	100.00%
Backbone Studios Proprietary Limited (5)	3 rd floor, Fairweather House, 176 Sir Lowry Road, Woodstock, Cape Town, 7925, South Africa	Digital media	Tiso Blackstar Group Proprietary Limited	-	51.00%
Blackstar Property Publishing Proprietary Limited	The Old Castle Brewery Building, G04, 6 Beach Road, Woodstock, Western Cape, 7925, South Africa	Property publishing	Tiso Blackstar Group Proprietary Limited	50.83%	50.83%
Colosan Trading Proprietary Limited	Hill on Empire, 16 Empire Road, Parktown, 2193, South Africa	Investment holding	Tiso Blackstar Group Proprietary Limited	100.00%	100.00%
Indigenous Film Distribution Proprietary Limited	Hill on Empire, 16 Empire Road, Parktown, 2193, South Africa	Film distribution	Tiso Blackstar Group Proprietary Limited	100.00%	100.00%
Rise Broadcast Proprietary Limited	Hill on Empire, 16 Empire Road, Parktown, 2193, South Africa	Radio station	Tiso Blackstar Group Proprietary Limited	100.00%	100.00%

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28. Subsidiaries of the Tiso Blackstar group (continued)

Name of subsidiary	Principal place of business/Registered Address	Principal activity	Direct parent company	Proportion of ownership rights	
				30 June 2018	30 June 2017
Smartcall Technology Solutions Proprietary Limited	65 5 th Avenue, Highlands North, Gauteng, 2192, South Africa	Mobile technology solutions	Tiso Blackstar Group Proprietary Limited	50.00%	50.00%
Triumph Printing and Packaging Proprietary Limited	40 Stapleton Road, Pinetown, Kwa-Zulu Natal, 3610	Packaging	Tiso Blackstar Group Proprietary Limited	100.00%	100.00%
Vuma 103 FM Proprietary Limited	Hill on Empire, 16 Empire Road, Parktown, 2193, South Africa	Radio station	Tiso Blackstar Group Proprietary Limited	100.00%	100.00%
Blackstar GP Proprietary Limited	Hill on Empire, 16 Empire Road, Parktown, 2193, South Africa	General Partner	Tiso Blackstar Group SE	100.00%	100.00%
Blackstar Holdings Group Proprietary Limited	Hill on Empire, 16 Empire Road, Parktown, 2193, South Africa	Investment holding company	Tiso Blackstar Holdings SE	100.00%	100.00%
Consolidated Steel Industries Proprietary Limited	Cnr Barlow and Quality Road, Isando, Kempton Park, 1600, South Africa	Industrial steel company	Tiso Blackstar Holdings SE	100.00%	100.00%
Mvelaphanda Treasury and Financial Services Proprietary Limited	4 Biemann Avenue, Rosebank, Gauteng, 2196, South Africa	Treasury and financial services company	Tiso Blackstar Holdings SE	100.00%	100.00%
New Bond Capital Limited (2)	4 Biemann Avenue, Rosebank, Gauteng, 2196, South Africa	Investment company	Tiso Blackstar Holdings SE	-	100.00%
Robor Proprietary Limited (1)	233 Barbara Road, Elandsfontein, Gauteng, 1429, South Africa	Engineering steel, tube and pipe company	Tiso Blackstar Holdings SE	-	51.00%
Tiso Blackstar Real Estate Proprietary Limited	Hill on Empire, 16 Empire Road, Parktown, 2193, South Africa	Investment property company	Tiso Blackstar Holdings SE	100.00%	100.00%
Fantastic Investments 379 Proprietary Limited (5)	Hill on Empire, 16 Empire Road, Parktown, 2193, South Africa	Investment property company	Tiso Blackstar Real Estate Proprietary Limited	-	100.00%
Firefly Investments 223 Proprietary Limited	Hill on Empire, 16 Empire Road, Parktown, 2193, South Africa	Investment property company	Tiso Blackstar Real Estate Proprietary Limited	70.00%	70.00%
Universal Web Proprietary Limited	59 Intersite Avenue, Umgeni Business Park, Durban, 4001, South Africa	Dormant	Universal Print Group Proprietary Limited	100.00%	100.00%

(1) The Company disposed of a 3.4% interest in Robor in January 2018, Robor is now an associate of the Company

(2) New Bond Capital was liquidated in March 2018

(3) The company is considered a subsidiary as CSI has control and manage the company's board

(4) These companies were deregistered during the current year

(5) The company was sold during the year