

ANNUAL FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2000

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The annual financial statements and Group annual financial statements which appear on pages 28 to 58 were approved by the directors on 6 September 2000 and are signed on their behalf.

The comparative figures are those published in the prior year pro forma annual report as amended to account for the effect of the changes in accounting policies detailed in the directors' report. The comparative information reflects the results of the Group as it is now constituted and it is therefore of more relevance to shareholders and other users of the financial statements than the statutory consolidated figures. To comply with the Act material comparative figures have been set out on page xx.

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B E Hersov
Chairman

sig to come

C Grim
Managing director

REPORT OF THE INDEPENDENT AUDITORS

TO THE MEMBERS OF AVENG LIMITED

We have audited the annual financial statements and Group annual financial statements set out on pages 28 to 58 for the year ended 30 June 2000. These financial statements are the responsibility of the Company's directors. Our responsibility is to report on these financial statements based on our audit.

SCOPE

We conducted our audit in accordance with statements of South African Auditing Standards. Those standards require that we plan and perform the audit to obtain reasonable assurance that the financial statements are free of material misstatements. An audit includes:

- examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; and
- assessing the accounting principles used and significant estimates made by management; and
- evaluating the overall financial statement presentation.

We believe that our audit provides a reasonable basis for our opinion.

AUDIT OPINION

In our opinion these financial statements fairly present, in all material respects, the financial position of the Company and the Group at 30 June 2000, and the results of their operations and cash flows for the year then ended in accordance with South African Statements of Generally Accepted Accounting Practice and in the manner required by the Companies Act in South Africa.

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Ernst & Young

*Registered Accountants and Auditors
Chartered Accountants*

Johannesburg
6 September 2000

CERTIFICATE OF THE COMPANY SECRETARY

I, the undersigned, P H Hansen, in my capacity as Company Secretary, certify that:

- the Company has lodged with the Registrar of Companies all such returns as are required of a public company in terms of the Companies Act 1973, as amended; and
- all such returns are true, correct and up to date.

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P H Hansen
Company Secretary

Chislehurst
Sandton
6 September 2000

DIRECTORS' REPORT

RESTRUCTURING

The Anglovaal Industries Limited Group restructuring was completed on 5 July 1999, with the listing of the ordinary shares and debentures of the Company on the Johannesburg Stock Exchange.

This restructure replicated the temporary Hersov family control structure in Anglovaal Industries Limited in Aveng Limited. At the last annual general meeting held on 7 October 1999, the Chairman announced that the family had decided to relinquish its control with immediate effect and the 2 005 737 compulsorily convertible preference shares which gave them effective control, were converted into 2 005 737 ordinary shares.

BUSINESS OF THE COMPANY

Aveng is a South African group active within the building, construction and engineering sector. Ninety percent of its earnings derive from construction-related business units operating principally within the borders of South Africa.

The Company does not have a holding company. Details of the interests of the directors and principal shareholders at 30 June 2000 are given below.

DIRECTORS' RESPONSIBILITIES RELATING TO ANNUAL FINANCIAL STATEMENTS

It is the directors' responsibility to prepare annual financial statements that fairly present the state of affairs, the results and cash flows of the Company and of the Group. The external auditors are responsible for independently reporting on these annual financial statements.

The annual financial statements set out in this report have been prepared in accordance with South African Statements of Generally Accepted Accounting Practice. They are based on appropriate accounting policies which have been consistently applied, unless otherwise indicated below, and which are supported by reasonable and prudent judgements and estimates. The annual

financial statements have been prepared on a going concern basis and the directors have no reason to believe that the businesses of the Group will not be going concerns in the year ahead.

To fulfil its responsibilities, management maintains adequate account records and has developed and continues to maintain systems of internal financial controls.

The Company and its subsidiaries' internal financial controls and systems are designed to provide reasonable but not absolute assurance as to the integrity and reliability of the annual financial statements and to adequately safeguard, verify and maintain their assets. These controls are monitored throughout the Group and nothing has come to the directors' attention to indicate that any material breakdown in the functioning of these controls, procedures and systems has occurred during the year under review.

FINANCIAL

The results of operations for the year and details of dividends declared are set out in the income statements on page xx.

Details of the movements in issued share capital reserves are given in the statement of changes in equity on page xx.

Turnover, operating profit from continuing operations, and headline earnings attributable to ordinary shareholders were generated as follows:

	Turnover		Headline earnings attributable to Aveng ordinary shareholders	
	2000 Rm	1999* Rm	2000 Rm	1999* Rm
Construction	3 253,7	2 830,8	63,3	32,9
Construction materials	1 869,7	1 799,3	197,0	224,7
Bearings	560,5	495,9	17,3	12,7
	5 683,9	5 126,0	277,6	270,3

* Pro forma

DIRECTORS' REPORT *(continued)*

To comply with the Act an appendix reflecting statutory comparatives for the prior year is included in the Annual Report (page xx).

The directors consider that the most useful comparatives to members are these and of the prior year's annual report and the financial statement have been prepared on a pro forma basis.

ALIGNMENT OF ACCOUNTING POLICIES WITH INTERNATIONAL STANDARDS

The annual financial statements are prepared on the underlying assumptions of going concern and accrual as laid down in AC 000 – Framework for the preparation and presentation of financial statements – issued by the South African Accounting Practices Board.

The Company's accounting policies are subjected to an annual review to ensure continuing compliance with good accounting practice.

It is acknowledged that the Group in writing off goodwill on acquisition in full, as an exceptional item, does not comply with either International Accounting Standard 22 or the recently issued South African Accounting Statement AC 131. Both documents require that goodwill or consolidation reserve arising on acquisitions be amortised through the income statement on a systematic basis. The present accounting policy will be changed in the current financial year, when the Group will adopt.

CHANGE IN ACCOUNTING POLICY

• Revaluation of properties

With effect from 1 July 1999 the Group has changed its policy of carrying properties at valuation and had reverted to carrying properties at depreciated historical cost. The originally published pro forma Group balance sheet at 30 June 1999 has been adjusted to reflect this change in policy as follows:

	Rm
Property, plant and equipment reduced by	53,0
Non-distributable reserves reduced by	54,2
Minority interests reduced by	1,0

Prior year headline earnings have not been restated to reflect a depreciation charge as the amounts are not material.

SHARE CAPITAL

During the year under review:

On 15 October 1999, 2 005 737 compulsorily convertible preference shares of 811,907788212435 cents each were redeemed and 2 005 737 ordinary shares of 5 cents each were issued at a premium of R8,06907788212435 a share in terms of the articles of association consequent to the decision of the Hersov family to relinquish its control.

On 29 November 1999, 19 100 682 ordinary shares of 5 cents each were allotted and issued at a premium of 6,341 cents a share to minority shareholders in Grinaker Construction Limited who elected to take the share alternative on accepting the offer to buy out the Grinaker minorities.

INVESTMENTS

Information regarding the Company's interest in subsidiaries and details regarding associated and joint venture companies and other investments are given in separate reports which form part of the annual financial statements.

Corporate activity

Grinaker Construction Limited

On 25 August 1999, the Company proposed a scheme of arrangement which would lead to the acquisition of the 41,4% it did not already own in Grinaker Construction Limited and to its delisting from the Johannesburg Stock Exchange, which would occur on 26 November 1999. Shareholders were entitled to receive either R8,50 in cash for each Grinaker share held or 1,33 Aveng shares for each Grinaker share held.

Minority shareholders in Grinaker representing 82,6% elected to take Aveng shares, the remainder of shareholders electing the cash alternative. The cash payment to Grinaker shareholders amounted to R25,7 million and, in addition, 19 100 682 ordinary shares in Aveng

DIRECTORS' REPORT *(continued)*

were issued. The effective date of the transaction was 1 July 1999.

Tristel Holdings (Proprietary) Limited

On 28 June 2000 the Company, through a subsidiary company, acquired the minority shareholding of one per cent.

Share buy-back

The Company has repurchased 21 112 162 (5,93% of the issued ordinary share capital) of its own shares on the open market through a wholly-owned subsidiary acting in terms of a special resolution passed by the members at the annual general meeting held on 7 October 1999 and registered by the Registrar of Companies on 27 October 1999. A maximum of 35 612 751 ordinary shares may be acquired in terms of the resolution.

The highest price paid was R7,48 per share and the lowest price paid was R5,20 per share. The total consideration paid was R137 357 873.

The Company will be asking the shareholders to pass a special resolution to permit the Company to continue to buy back its shares up to a maximum of in total of 10% of the issued share capital for a further period of one year.

POST BALANCE SHEET EVENTS

LTA Acquisition of LTA Limited

On 10 July 2000 an announcement of an offer was made by the Company to purchase the entire issued share capital of LTA at R46,00 a share with an alternative offer of 667 Aveng shares for each 100 LTA shares held. Assuming the cash offer is accepted the total consideration payable would be R1 391 427 705. A general meeting of shareholders is to be held on 13 September 2000 to approve the offer, which is also conditional on the approval of the Competition Commission being obtained.

Bearing Man Limited

On 13 July 1999 the Company announced that it had signed an agreement to dispose of its entire

shareholding 57 719 130 no par value (being 54,6% of the issued share capital) in Bearing Man Limited at a price of R1,59 a share excluding the dividend to be declared by Bearing Man in respect of its financial year ended 30 June 2000. The purchase consideration is R91 773 417 and the effective date of the sale is 1 July 2000. The outstanding condition precedent still to be satisfied is approval from the Competition Authorities and . . .

DIRECTORATE

The following changes took place during the year:

Mr H D K Jones was appointed on 1 August 1999
Mr P J Owen was appointed on 1 March 2000
Mr A Dawson was appointed on 24 May 2000

In terms of the Company's articles of association, Messrs E A Behr, O Bornheimer, A Dawson, M M Doyle, P L Erasmus, H D K Jones and P J Owen retire at the forthcoming annual general meeting and, being eligible, offer themselves for re-election.

INTERESTS OF THE DIRECTORS

- The interests of the Hersov family in the issued securities of the Company at 30 June 2000 were as follows:

	Bene- ficial	% of total	Non- bene- ficial	% of total
Ordinary shares of 5 cents each	5 207 632	1,5	1 526 506	0,4
5% unsecured automatically convertible subordinated debentures of R4,44 each	620 234	1,5	181 808	0,4

- Interests of the other directors in the issued securities of the Company at that date were 362 200 ordinary shares of 5 cents each.

DIRECTORS' REPORT *(continued)*

- In April 2000, applications to acquire 450 000 options to subscribe for ordinary shares of 5 cents each in the share capital of the Company were accepted in respect of executive directors of the Company in terms of the Company's share incentive scheme. A director exercised his rights in terms of the Scheme subsequent to his retirement and took delivery of 250 000 shares. The options and rights held by directors at 30 June 2000 in terms of the Scheme totalled 2 895 000 shares. A further 100 000 options were allocated to executive directors in July 1999.

The Company has not been advised of any changes in the above interests during the period 1 July 2000 to the date of this report.

EMPLOYEES' SHARE SCHEME

In terms of the Aveng Limited Share Incentive Scheme, full-time employees of the Company and any of its subsidiaries, including directors holding full-time salaried employment or office, are entitled under the Scheme to hold 5 per cent (presently 17 806 375 shares) of the issued share capital. No one participant may acquire shares in excess of 2 per cent (presently 7 122 550 shares) of the issued share capital of the Company.

The movements during the year under review were as follows:

	Exercisable price	Number of allocations or options
Original applications accepted in May 1999	R3,60	2 695 000
Taken up during the year on retirement	R3,60	(250 000)
Issued during the year April 2000	R6,90	1 675 000
Available for exercise at 30 June 2000		4 370 000

A further 3 385 000 options were allocated in July 2000 at a price of R6,10.

The right to take delivery or to exercise the option vests two years from the date of allocation at 25 per cent per annum for four years. Participants can defer taking delivery or exercising the options subject to the rules of the Scheme but must do so within ten years of the allocation date.

The Trust will be funded out of its own resources, if any, and/or loans to be made by employers of participants in accordance with the provisions of section 38(2) of the Act. The Trust held 7 053 800 ordinary shares and 1 459 300 convertible debentures at 30 June 2000.

The Trust's accounts are consolidated with the Group figures.

PRINCIPAL SHAREHOLDERS

The registered holders of 5 per cent or more of the issued ordinary shares in the Company at 30 June 2000 were:

	Number of shares	%
Standard Bank Nominees (Transvaal) (Pty) Limited	111 173 014	31,2
Old Mutual Nominees (Pty) Limited	71 110 880	20,0
Nedcor Bank Nominees Limited	65 491 086	18,4
Aveng Management Company (Pty) Limited	21 112 162	5,9
First National Nominees (Pty) Limited	19 731 103	5,5
CBM Nominees (Pty) Limited	19 235 561	5,4

The Group held, through the Aveng Share Purchase Trust and a subsidiary company, 28 165 962 ordinary shares (7,9% of the issued capital) and 1 459 300 debentures (3,6% of the debentures in issue) at 30 June 2000.

SPECIAL RESOLUTION PASSED BY A SUBSIDIARY COMPANY

The following significant special resolution was passed by a subsidiary company during the period 1 July 1999 to the date of this report:

DIRECTORS' REPORT *(continued)*

- To approve the acquisition of shares or debentures issued by the company or its holding company, with such acquisition being limited to a maximum of 10 per cent in the aggregate of the number of issued securities of its holding company.

PROPOSED CHANGES TO THE MEMORANDUM AND ARTICLES OF ASSOCIATION OF THE COMPANY

At the annual general meeting to be held on 25 October 2000, shareholders will be asked to approve the adoption of the new Memorandum and Articles of Association of the Company.

The documents are to be updated to reflect certain recent changes to the Companies Act and the Johannesburg Stock Exchange Listings Requirements, other changes regarded as appropriate to reflect the current business environment, and the unwinding by the Hersov family of its control mechanism.

ACCOUNTING POLICIES

The annual financial statements are prepared on the historical cost basis and incorporate the following principal accounting policies which are consistent in all material respects with those of the previous year, except as disclosed in the directors' report on page xx.

BASIS OF CONSOLIDATION

The results of subsidiaries are included in the Group income statement from the effective dates of acquisition and up to the effective dates of disposal.

Goodwill represents the excess of the cost of shares in subsidiaries over the fair value attributable to the net assets acquired, and is written off in full on acquisition. Such write-off is accounted for as an exceptional item. Any excess of the value attributable to the net assets acquired over the cost of shares in subsidiaries is disclosed as a non-distributable reserve, net of any goodwill that may have arisen on any acquisition of shares in the same subsidiary.

Investments in associated companies are accounted for on the equity method, and investments in joint ventures are accounted for on either the proportionate consolidation method or the equity method, as detailed in the investments accounting policy below.

BORROWING COSTS

Borrowing costs that are directly attributable to the acquisition or construction of a fixed asset that requires a substantial period of time to prepare for its intended use are capitalised.

DEFERRED TAXATION

Deferred taxation is recognised using the comprehensive basis except in respect of the taxation allowances relative to trademarks as such differences are regarded as being of a permanent nature.

A deferred tax asset is recognised only if it is probable that sufficient future taxable income will be available.

DISCONTINUED OPERATIONS

A discontinued operation is a clearly distinguishable component of the Group's business that is abandoned or terminated pursuant to a single plan, and which represents a separate major line of business or geographical area of operation.

FOREIGN CURRENCIES

Foreign currency balances

Transactions in foreign currencies are converted at the rates of exchange ruling at the dates of these transactions. Balances outstanding on foreign transactions at the end of the financial year, other than those which are covered by forward exchange contracts, are translated to rand at the approximate rates ruling at that date. Where forward exchange contracts have been entered into, balances are converted at contract rates.

Both realised and unrealised gains and losses arising from exchange differences are recognised in operating profit for the year.

Foreign subsidiaries

The assets and liabilities of foreign subsidiaries not considered to be integrated foreign operations are translated into rand at rates of exchange ruling at the end of the financial year, and gains and losses on translation are taken directly to non-distributable reserves. The results of their operations are translated at an appropriate weighted average rate of exchange for the year and are included in operating profit.

Integrated foreign operations

The monetary assets and liabilities of integrated foreign subsidiaries and integrated foreign operations are translated into rand at rates of exchange ruling at the end of the financial year.

ACCOUNTING POLICIES *(continued)*

and the non-monetary assets and liabilities are translated at the historic rates of exchange. The results of their operations are translated at an appropriate weighted average rate of exchange for the year. All gains and losses arising on such translations are recognised in operating profit.

INVENTORIES

Inventories are valued at the lower of cost and estimated net realisable value. Individual companies determine cost on bases appropriate to their own operations. The cost of manufactured goods includes production overheads.

Contracts in progress are valued at cost, after adjusting for all known contingencies, plus profit recognised, less amounts received and receivable. Progress payments received in excess of the measured value of work determined on each contract is included in the composition of contracts in progress. Cost includes direct costs and overheads. Profit is brought to account on the percentage of completion basis. Where a loss is anticipated on any particular contract, provision is made for such loss.

INVESTMENTS

Investments, including those in subsidiary companies, are stated at cost, less amounts written off where there has been a permanent diminution in value.

Associated companies

An associated company is one in which the Group exercises significant influence, but not control, over the financial and operating policies of that company.

The Group's share of post-acquisition reserves of such companies is included in the Group financial statements on the equity accounting method.

If an associated company applies accounting policies that are recognised as being materially different to those adopted by the Group, appropriate adjustments are made to the financial statements of the associated company where it is practicable to do so prior to equity accounting in order to obtain consistency of approach to profit recognition.

Certain associated companies do not have common accounting dates. In cases where the associated company is listed, the most recent published financial information is used and in cases where the associated company is unlisted, the most recent audited financial statements are used. Adjustments are made in both cases for the effects of any significant events or transactions when the financial information used is not co-terminus.

Joint ventures

A joint venture is an enterprise in which the Group has joint control over the financial and operating policy decisions.

The Group's attributable share of the assets, liabilities, income and expenses of such jointly controlled entities is incorporated on a line-by-line basis in the Group financial statements, or the joint venture is accounted for on the equity accounting method, whichever is more appropriate, taking account of the circumstances of each particular venture.

If a joint venture applies accounting policies that are recognised as being materially different to those adopted by the Group, adjustments are made to the financial statements of the joint venture prior to proportionate consolidation in order to obtain consistency of approach to profit recognition.

Certain joint ventures do not have common accounting dates. In those cases the most recent

ACCOUNTING POLICIES *(continued)*

available management financial statements are used.

LEASED ASSETS

Assets subject to finance lease agreements are capitalised at their cash cost equivalent and the corresponding liability to the lessor is raised. Lease payments are allocated using the effective interest rate method to determine the lease finance cost, which is charged against operating profit, and the capital repayment, which reduces the liability to the lessor. These assets are depreciated on the same basis as the fixed assets owned by the Group.

Other leases, which merely confer the right to the use of an asset, are created as operating leases, with lease payments charged against operating profit.

PROPERTY, PLANT AND EQUIPMENT

Fixed assets

Fixed assets are stated at cost. Assets subject to sale and leaseback transactions which give rise to a financial lease are initially restated to their original carrying values and thereafter depreciated in accordance with the depreciation policy applicable to the asset.

Trademarks

Trademarks purchased are written off as an exceptional item on acquisition.

Depreciation

Land is not depreciated. Freehold buildings and other fixed assets are depreciated on a straight-line basis over their expected useful lives to an estimated residual value, if such value is significant. The annual depreciation rates generally in use in the Group are:

Freehold buildings	2 – 7 per cent
Leasehold property	Period of lease
Plant and equipment, furniture and vehicles	10 – 33 per cent

RESEARCH AND DEVELOPMENT COSTS

Research and development costs are written off as incurred.

REVENUE RECOGNITION

Revenue is recognised only when it is probable that the economic benefits associated with a transaction will flow to the Group and the amount of revenue can be measured reliably.

Goods and services

Revenue arising from the sale of goods is recognised when the significant risks and rewards of ownership of the goods have passed to the buyer. Revenue from services is recognised on an accrual basis over the period for which the services are rendered.

Construction contract revenue

Revenue from construction contracts is recognised on the measured value of work performed, representing the fair value of the consideration received or receivable and after having determined the stage of completion on each contract.

Dividends

Dividends are recognised when the right to receive payment is established.

Interest

Interest is recognised on a time proportion basis that takes account of the effective yield on the asset and an appropriate accrual is made at each accounting reference date.

INCOME STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2000

	Note	GROUP		COMPANY	
		2000 Rm	1999 Rm	2000 Rm	1999 Rm
Revenue		5 683,9	5 126,0		
Operating costs applicable to revenue	1	4 682,4	4 224,1	2,3	0,2
Gross profit		1 001,5	901,9	(2,3)	(0,2)
Selling and administrative expenses	2	670,3	604,8		
Operating income		331,2	297,1	(2,3)	(0,2)
Income from investments	4	101,9	138,1	102,7	56,9
Income from associates	7	12,5	13,8		
Income before interest paid		445,6	449,0	100,4	56,7
Interest paid		42,6	78,7	8,9	
Income before exceptional items		403,0	370,3	91,5	56,7
Exceptional items	5	(21,4)	(77,4)		(23,6)
Income before taxation		381,6	292,9	91,5	33,1
Taxation	6	100,8	48,2		
Income after taxation		280,8	244,7	91,5	33,1
Minority interests		17,1	34,0		
Earnings		263,7	210,7	91,5	33,1
<i>Determination of headline earnings:</i>					
Adjustment for exceptional items, net of attributable taxation credit and minority interests	5	13,9	59,6		
HEADLINE EARNINGS	8	277,6	270,3		
<i>Headline earnings per ordinary share (cents)</i>	8	79,3	80,2		
<i>Fully diluted headline earnings per ordinary share (cents)</i>	8	73,0	74,0		
<i>Earnings per ordinary share (cents)</i>	8	75,4	62,5		
<i>Fully diluted earnings per ordinary share (cents)</i>	8	69,4	58,2		
Earnings per share calculations and based on weighted xx member at share in issue.					
Note:					

BALANCE SHEETS

AT 30 JUNE 2000

		GROUP		COMPANY	
	Note	2000 Rm	1999 Rm	2000 Rm	1999 Rm
ASSETS					
Non-current assets					
Property, plant and equipment	9	898,2	903,0		
Investments in associated companies		143,3	138,9		
Investment in joint venture companies				492,5	525,4
Other investments		50,1	3,6	81,1	121,1
Investments in subsidiary companies				268,8	68,1
		1 091,6	1 045,5	842,4	714,6
Current assets					
Inventories and contracts in progress	10	1 065,0	997,8		
Trade, other receivables and prepayments		761,4	692,9	174,6	4,1
Cash and cash equivalents		762,0	701,0	91,2	
		2 588,4	2 391,7	265,8	4,1
TOTAL ASSETS		3 680,0	3 437,2	1 108,2	718,7
EQUITY AND LIABILITIES					
Capital and reserves					
Share capital – ordinary	11	16,4	16,7	17,8	16,7
Share capital – preference	11		16,3		16,3
Share premium	11	584,8	627,6	764,9	627,6
Non-distributable reserves		26,6	29,3	0,2	0,2
Distributable reserves	12	989,1	778,3	110,0	18,6
Automatically convertible					
Subordinated debentures	14	171,2	177,7	177,7	
Total shareholders' funds		1 787,5	1 645,9	1 070,6	679,4
Minority interests		111,6	251,1		
Non-current liabilities					
Interest-bearing borrowings	15	83,0	96,7		
Deferred taxation	16	134,3	149,5		
		217,3	246,2		
Current liabilities					
Trade and other payables and current provisions	17	1 288,4	1 074,2	37,6	39,3
Short-term borrowings	18	222,6	210,1		
Taxation		52,6	9,7		
		1 563,6	1 294,0	37,6	39,3
TOTAL EQUITY AND LIABILITIES		3 680,0	3 437,2	1 108,2	718,7

Note:

The 1999 comparatives are the audited pro forma numbers used for last year's pro forma annual report. The consolidation was prepared on the assumption that the restructuring of Aveng had taken place on 30 June 1998.

CASH FLOW STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2000

	Note	GROUP		COMPANY	
		2000 Rm	1999 Rm	2000 Rm	1999 Rm
Cash retained from operating activities		434,0	364,2	(89,8)	38,0
Cash generated by operations	1	410,5	389,4	(2,4)	(17,5)
Income from investments		101,9	122,2	102,7	56,9
Decrease/(increase) in net current assets	2	32,0	16,0	(181,2)	(1,4)
Cash generated by operating activities		544,4	519,3	(80,9)	38,0
Interest paid		(42,6)	(80,4)	(8,9)	
Taxation paid		(59,2)	(80,0)		
Cash available from operating activities		442,6	358,9	(89,8)	38,0
Dividends paid		(8,6)			
Investing activities		(185,9)	(395,8)	44,7	(43,2)
Fixed assets purchased					
– to maintain operations		(102,3)	(92,9)		
– to expand operations		(87,2)	(72,9)		
		(189,5)	(165,8)		
Disposals		39,7	19,7		
Net fixed asset investment		(149,8)	(146,1)	0,0	0,0
Investments – disposals, net of acquisitions		(36,1)	(249,7)	44,7	(43,2)
– subsidiaries and businesses	3	(50,5)	(57,8)	(4,7)	77,9
– associated companies and other investments	4	14,4)	(191,9)	40,0)	(121,1)
Financing activities		(63,7)	(64,0)	136,3	5,2
Net increase/(decrease) in shareholder funding	5		(0,2)		38,2
Proceeds of debenture issue		177,7		177,7	
Repurchase of shares and debentures		(187,9)			
Loans and long-term receivables		(17,9)		(50,6)	
Long-term borrowings – net		(35,6)	(63,8)	9,2)	(33,0)
– raised		20,3)	36,2	34,3)	
– repaid		(55,9)	(100,0)	(25,1)	(33,0)
Net increase/(decrease) in cash and cash equivalents		184,4	(92,4)	91,2	0,0
Cash and cash equivalents at beginning of year	6	407,6	490,9	0,0	0,0
Cash and cash equivalents at end of year	6	592,0	398,3	91,2	0,0

Note:

* The previous year comparatives for the Group have been prepared by aggregating the information of the four operating entities.

NOTES TO THE CASH FLOW STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2000

	GROUP		COMPANY	
	2000 Rm	1999 Rm	2000 Rm	1999 Rm
1. CASH GENERATED BY OPERATIONS				
Income before interest paid and taxation	424,2	424,0	100,3	56,8
Adjustment for:				
– exceptional items – net inflow/(outflow)		(25,9)		(17,4)
– non-cash items	(7,2)	105,2		
– depreciation	117,6			
– income from investments	(101,9)	(113,9)	(102,7)	(56,9)
– profit on sale of property, plant and equipment	(9,7)			
– share of associated companies' earnings	(12,5)			
	410,5	389,4	(2,4)	(17,5)
2. DECREASE/(INCREASE) IN NET CURRENT ASSETS				
Increase in inventories and contracts in progress	(64,2)	(36,3)		
Decrease/(increase) in receivables	(293,1)	(2,7)	(170,4)	(1,4)
Increase in payables	389,3	55,0	(10,8)	
	32,0	16,0	(18,2)	(1,4)
3. INVESTMENT IN SUBSIDIARIES AND BUSINESSES				
	(42,0)	(57,9)	(29,2)	(4,0)
Purchase of additional interests in existing subsidiaries	(164,1)	(57,9)	(151,3)	(4,0)
Non-cash allocation of shares to Grinaker minorities	122,1		122,1	
Disposal of interests in subsidiaries				70,0
Purchase of other businesses	(8,5)		33,9	11,9
Loans (repaid by)/advanced to subsidiaries				
	(50,5)	(57,9)	4,7	77,9
Net assets of subsidiaries and businesses disposed of, less acquisitions and cash equivalents acquired:				
Property, plant and equipment	(6,7)	(3,3)		
Investments		3,5		
Working capital	1,8	(54,5)		
Cash and cash equivalents		2,9		
Outside shareholders' interest				
Deferred taxation		(3,3)		
Borrowings	(2,0)	(5,4)		
Goodwill/(premium) on acquisition	(1,6)	(9,4)		
Disposal of subsidiaries		11,7		
	(8,5)	(57,8)		

NOTES TO THE CASH FLOW STATEMENTS *(continued)*

FOR THE YEAR ENDED 30 JUNE 2000

	GROUP		COMPANY	
	2000 Rm	1999 Rm	2000 Rm	1999 Rm
4. ASSOCIATED COMPANIES AND OTHER INVESTMENTS				
Cost of acquisitions	(8,8)	(237,5)		(121,1)
Proceeds of disposals		45,6	40,0	
Loans advanced/(repaid) (net)	23,3			
	14,5	(191,9)	40,0	(121,1)
5. NET INCREASE/(DECREASE) IN SHAREHOLDER FUNDING				
Proceeds from the issue of shares by the company		0,2		38,2
Share issue expenses				
Redemption of debentures by a subsidiary company				
Introduction of minority interests				
		0,2		38,2
6. CASH AND CASH EQUIVALENTS				
Cash and cash equivalents included in the cash flow statement comprise the following balance sheet amounts:				
Deposits and cash	762,0	700,9	91,2	
Short-term deposits with subsidiary companies				
Short-term borrowings – external	(170,0)	(210,0)		
	592,0	490,9	91,2	

STATEMENT OF CHANGES IN EQUITY

FOR THE YEAR ENDED 30 JUNE 2000

	Share capital and premium Rm	Non- distributable reserves Rm	Other Rm	Distributable reserves Rm	Automatically convertible subordinated debentures Rm	Outside shareholder's interest Rm	Total Rm
Group (pro forma)							
At beginning of year	660,7	15,5		725,8		251,1	1 653,1
Redemption of preference shares	(16,3)						(16,3)
Issue of ordinary shares	138,4						138,4
Issue of debentures at R4,44 each					177,7		177,7
Consolidation entry on the buy-back of shares and debentures by related parties	(1,6)				(6,5)		(8,1)
Minorities acquired in existing subsidiaries						(150,5)	(150,6)
Utilisation of the share premium account on purchase of shares by related parties	(180,0)						180,0
Earnings for the year				263,7		18,0	281,7
Other		6,9				(2,1)	4,8
Dividends paid						(4,8)	(4,8)
Foreign currency translation		5,5					5,5
Transfers		0,4		(0,4)			
Arising on consolidation		(2,3)					2,3
At end of year	601,2	26,0			171,2	111,6	1 899,3
Company							
At beginning of year	660,6	0,2		18,5			679,3
Redemption of preference shares	(16,3)						(16,3)
Issue of ordinary shares	138,4						138,4
Issue of debentures at R4,44 each					177,7		177,7
Earnings for the year				91,5			91,5
At end of year	782,7	0,2		110,0	177,7		1 070,6
Change in accounting policy							
During the year, the company changed its accounting policy with respect to the treatment of reflecting its fixed properties at valuation and post-retirement benefits.							
The comparative amounts have been appropriately restated. The effect of this change is as follows:							
					2000 – GROUP		
					Gross	Taxation	Net
Reversal of revaluation depreciation and writedowns				4 466		(1 340)	3 126
Post-retirement benefits raised				(19 857)		–	(19 857)
Equity accounted investment restated				(138)		–	(138)
				(15 528)		(1 340)	(16 868)

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2000

	GROUP		COMPANY	
	2000 Rm	1999 Rm	2000 Rm	1999 Rm
1. REVENUE				
Revenue comprises sales of goods and services and selling commissions, value of work done by contracting companies, fees, commission and rentals.				
Turnover between sub-groups of the company is not eliminated on consolidation. All turnover within sub-groups, even if arm's length is eliminated on consolidation, except within the building and construction activities when sub-contracting takes place in the course of normal business				
Revenue comprises:				
– goods	2 919,6	2 038,9		
– construction contract revenue	2 661,8	3 062,6		
– services	102,5	24,5		
	5 683,9	5 126,0		
2. OPERATING INCOME				
In arriving at operating profit the following has taken into account:				
Foreign exchange gains	4,7	3,0		
Surplus on disposal of property, plant, machinery, equipment and vehicles	11,2	0,5		
Auditors' remuneration				
– fees for audit	5,4	4,9		
– fees for other services	1,4	1,5		
– expenses				
Depreciation of property, plant, and equipment				
– freehold and leasehold buildings	7,0	11,3		
– plant, equipment and vehicles	110,6	111,6		
Fees paid to the Johannesburg Stock Exchange	0,2	0,1		
Lease expenses				
– buildings	25,6	26,3		
– plant, machinery, equipment and vehicles	10,0	8,8		
Remuneration services				
– administration, financial, managerial services and secretarial fees	4,7	14,2		

NOTES TO THE FINANCIAL STATEMENTS *(continued)*

FOR THE YEAR ENDED 30 JUNE 2000

	GROUP		COMPANY	
	2000 Rm	1999 Rm	2000 Rm	1999 Rm
3. DIRECTORS' EMOLUMENTS				
Paid by the Company and its subsidiaries				
Non-executive				
– services as directors	0,2			
– other services				
	0,2			
Executive				
– services as directors	7,7	2,3		
– other services	7,7	2,3		
4. INCOME FROM INVESTMENTS				
Dividends				
– listed	1,3	4,8		2,7
– unlisted	38,6	19,1	93,8	54,2
	39,9	23,9	93,8	56,9
Interest				
– External	62,0	112,4	8,9	
Fees		1,8		
	101,9	138,1	102,7	56,9
Dividends were received from				
– subsidiaries			11,2	23,1
– joint venture			82,6	21,6
– associated companies	28,1	7,8		
– other investments	11,8	16,1		12,2
	39,9	23,9	93,8	56,9
5. EXCEPTIONAL ITEMS				
Net surplus/(loss) on disposal and write-down of investments, subsidiaries and properties	8,7			
Rationalisation and restructuring costs	(16,8)	(23,1)		
Goodwill written off	(10,0)	(38,9)		
Loss on impairment of fixed property		(10,6)		
Other	(3,3)	(4,8)		
	(21,4)	(77,4)		
Attributable taxation credit (note 6)	4,5	11,4		
	(16,9)	(66,0)		
Attributable to minority interests	3,0	6,4		
Net (note 8)	(13,9)	(59,6)		

Note:

Emoluments are from date of appointment and do not represent a 12-month period.

NOTES TO THE FINANCIAL STATEMENTS *(continued)*

FOR THE YEAR ENDED 30 JUNE 2000

	GROUP		COMPANY	
	2000 Rm	1999 Rm	2000 Rm	1999 Rm
6. TAXATION				
South African normal taxation	97,9	49,1		
Deferred taxation	(3,3)	(8,0)		
Foreign taxation	1,0	4,8		
Secondary tax on companies	7,0	5,6		
Prior year adjustments	(1,8)	(3,3)		
	100,8	48,2		
Dealt with as follows:				
In respect of profit before exceptional items	105,3	59,6		
In respect of exceptional items (note 11)	(4,5)	(11,4)		
	100,8	48,2		
Reconciliation of rate of taxation (%)				
Standard rate of company taxation	30,0			
Adjusted for:				
Disallowable expenditure	0,9			
Effect of foreign taxes	0,3			
Exempt income	(3,1)			
Secondary tax on companies	1,8			
Other	(2,0)			
Prior year adjustments	(0,5)			
Assessed loss utilised	(1,0)			
Effective rate of taxation for the year (before exceptional items)	26,4			

The estimated losses which are available for the reduction of future taxable income are R82,5 million (1999: R64,6 million) of which R32,0 million (1999: R36,1 million) has been taken into account in calculating deferred taxation.

The ordinary shareholders' interest in the abated assessed losses is estimated at R50,4 million (1999: R28,3 million).

Certain subsidiaries participate in export partnerships and are liable to the partnerships for the tax effect of their participation. This amount is included in the taxation charge.

The Company has estimated unused credits in respect of secondary tax on companies amounting to R181,5 million (1999: R56,8 million).

These credits are available to be carried forward for set-off against future dividends payable by the Company in establishing the liability for any secondary tax on companies that may become payable.

NOTES TO THE FINANCIAL STATEMENTS *(continued)*

FOR THE YEAR ENDED 30 JUNE 2000

	GROUP		COMPANY	
	2000 Rm	1999 Rm	2000 Rm	1999 Rm
7. SHARE OF ASSOCIATED COMPANIES' RETAINED EARNINGS				
Share of profits	26,0	21,6		
Distributed as dividends and included in income from investments	(13,5)	(7,8)		
	12,5	13,8		
8. EARNINGS AND HEADLINE EARNINGS PER SHARE				
The calculations are based on a weighted average of 349 852 667 (1999: 337 026 836) ordinary shares in issue.				
Fully diluted earnings calculations are based on a weighted average of 389 000 773 (1999: 377 045 226) shares in issue.				
Determination of headline and fully diluted headline earnings				
– Earnings	263,7	210,7		
– Adjustment for exceptional items net of attributable taxation and outside shareholders' interest (see note 5)	13,9	59,6		
	277,6	270,3		
Headline earnings				
– Adjustment for debenture interest	6,2	6,2		
Fully diluted headline earnings	283,8	276,5		

NOTES TO THE FINANCIAL STATEMENTS *(continued)*

FOR THE YEAR ENDED 30 JUNE 2000

	Land and buildings	Plant, equipment and vehicles	Total
9. FIXED ASSETS			
Cost or valuation			
<i>Accumulated depreciation</i>			
At beginning of year – historical cost	367,8	1 275,5	1 643,3
Other	(1,1)	(1,8)	(2,9)
Revaluation	(41,8)		(41,8)
Additions	8,9	180,6	189,5
Disposals	(5,4)	(69,0)	(74,4)
Applicable to subsidiaries and businesses acquired or sold	(1,0)	14,7	13,7
Reclassification	1,8	(1,8)	0,0
At end of year	329,2	1 398,2	1 727,4
At beginning of year – historical cost	85,3	654,9	740,2
Other		(0,6)	(0,6)
Revaluation	11,2		11,2
Current year change	7,0	110,6	117,6
Disposals	(0,4)	(45,4)	(45,8)
Applicable to subsidiaries and businesses acquired or sold	0,4	6,1	6,5
At end of year	103,5	725,6	829,1
Net book value	225,7	672,6	898,3
At beginning of year – cost or valuation	282,4	620,6	903,0
At end of year – cost or valuation	225,7	672,6	898,3
Land and buildings comprise:			
Freehold	329,1		
Long leasehold	0,1		
	329,2		

Included in plant, equipment and vehicles are fixed assets with a net book value of R22,1 million (1999: R96,8 million) which are subject to the finance lease agreements.*

Expenditure on account of property, plant and equipment in the course of construction and included depreciated plant and equipment that were still in use at 30 June 2000 was R154,2 million (1999: R56,1 million).

A register containing details of land and buildings is available for inspection during business hours at the registered office of the Company by members or their duly authorised agents.

NOTES TO THE FINANCIAL STATEMENTS *(continued)*

FOR THE YEAR ENDED 30 JUNE 2000

	GROUP		COMPANY	
	2000 Rm	1999 Rm	2000 Rm	1999 Rm
10. INVENTORIES AND CONTRACTS IN PROGRESS				
Raw materials	208,5	184,7		
Consumable stores	81,0	86,0		
Work in progress	3,9	0,6		
Finished goods	399,4	371,3		
Properties held for development and resale	70,0	68,0		
	762,8	710,6		
Contracts in progress less progress payments	302,2	287,2		
	1 065,0	997,8		
Contracts in progress less progress payments comprise:				
– costs incurred plus profits recognised, less estimated losses relating to contracts in progress at year-end, less progress payments	351,6	278,5		
– amounts receivable in excess of amounts billed	90,2	63,6		
	441,8	342,1		
– less advances and amounts receivable in of work performed	194,3	107,5		
– net amounts due on contracts	247,5	234,6		
– retentions receivable	54,7	52,6		
	302,2	287,2		
11. SHARE CAPITAL AND PREMIUM				
Share capital				
<i>Authorised</i>				
Ordinary share capital				
882 034 263 ordinary shares of 5 cents each	44,1	44,1	44,1	44,1
Preference share capital				
2 005 737 compulsorily convertible preference shares of 811,91* cents each	16,3	16,3	16,3	16,3
Total authorised share capital	60,4	60,4	60,4	60,4

NOTES TO THE FINANCIAL STATEMENTS *(continued)*

FOR THE YEAR ENDED 30 JUNE 2000

	GROUP		COMPANY	
	2000 Rm	1999 Rm	2000 Rm	1999 Rm
11. SHARE CAPITAL AND PREMIUM				
(CONTINUED)				
Share capital				
<i>Issued</i>				
Balance at beginning of year				
335 021 099 ordinary shares of 5 cents each	16,7	0,6	16,7	0,6
2 005 737 compulsorily convertible preference shares of 811,91* cents each	16,3		16,3	
Total issued share capital	33,0	0,6	33,0	0,6
Movements during the year				
Issue of shares as part of process of Anglovaal industries unbundling		32,4		32,4
Redemption of all the compulsorily convertible preference shares	(16,3)		(16,3)	
Issue of 2 005 737 ordinary shares on redemption of the preference shares	0,1		0,1	
Issue of 19 100 682 ordinary shares on acquisition of the Grinaker Constriction Limited minorities	1,0		1,0	
Buy-back of 28 165 962 ordinary shares by a wholly owned subsidiary of the Company and the Aveng Limited Share Purchase Trust	(1,4)			
	(16,6)	32,4	(15,2)	32,4
Balance at end of year				
356 127 518 ordinary shares of 5 cents each	17,8	16,7	17,8	16,7
2 005 737 compulsorily convertible preference shares of 811,91*		16,3		16,3
Less shares held by related parties	(1,4)			
Total issued share capital	16,4	33,0	17,8	33,0
<i>Share premium</i>				
Balance at beginning of year	627,6	32,9	627,6	32,9
Premium on issue of ordinary shares	137,3	594,7	137,3	594,7
Utilisation of the share premium account on purchase of shares by related parties	(180,1)			
Balance at end of year	584,8	627,6	764,9	627,6
Total issued share capital and premium	601,2	660,6	782,7	660,6

* To two decimal places

NOTES TO THE FINANCIAL STATEMENTS *(continued)*

FOR THE YEAR ENDED 30 JUNE 2000

11. SHARE CAPITAL AND PREMIUM

(CONTINUED)

Authority to issue ordinary shares

At the annual general meeting of shareholders held on 27 October 1999, shareholders approved as an ordinary resolution that the following ordinary shares of 5 cents each in the authorised share capital of the Company be placed under the control of the directors:

- 16 851 342 shares for the specific purpose of allotment and issue in terms of The Aveng Limited Share Incentive Scheme
- 40 018 390 shares for the specific purpose of allotment and issue in terms of the conversion rights attaching to the 40 018 390 unsecured automatically convertible subordinated debentures issued by the Company

Shareholders will be asked to renew the above authorities at the forthcoming annual general meeting.

Authority to buy back securities of the Company

At the annual general meeting of shareholders held on 27 October 1999, shareholders approved as a special resolution that the Company or its subsidiaries could buy back its own shares subject to the requirements of the Companies Act and the Johannesburg Stock Exchange.

Shareholders will be asked to renew the above authorities at the forthcoming annual general meeting.

	GROUP		COMPANY	
	2000 Rm	1999 Rm	2000 Rm	1999 Rm
12. NON-DISTRIBUTABLE RESERVES				
Balance at end of the year comprises:				
Associated companies' and joint venture's retained reserves	30,2	28,1		
Capital redemption reserve fund	0,2	0,2	0,2	0,2
Foreign currency translation reserve	(4,4)			
Group share of capital reserves of subsidiaries		33,9		
Land and buildings revaluation reserve		(0,1)		
Transferred from share premium		(32,8)		
Other				
	26,0	29,3	0,2	0,2

NOTES TO THE FINANCIAL STATEMENTS *(continued)*

	GROUP		COMPANY	
	2000 Rm	1999 Rm	2000 Rm	1999 Rm
14. CONVERTIBLE SUBORDINATED DEBENTURES The company issued 40 018 390 5% unsecured automatically convertible subordinated debentures (debentures) at R4,44 each on 1 July 1999. The debentures are governed by a trust deed which makes provision, inter alia, for the payment of interest in arrear on 31 December and 30 June each year. The debentures will automatically and compulsorily be converted into ordinary shares of 5 cents each on the basis of one ordinary share for each debenture converted, with effect from 1 July of the financial year following that in which the total dividend declared on each ordinary share in respect of financial years ending on or after 30 June 2001, is equal to or exceeds 22,2 cents being the annual interest paid in cents on each debenture. The full details of the conditions pertaining to the debentures are available for inspection during business hours at the registered office of the Company.				
15. INTEREST-BEARING BORROWINGS Secured loans Loans secured by mortgage bonds over land and buildings with a book value of R2,6 million Loans secured by agreements over plant, machinery, equipment, vehicles and computer equipment with a book value of R33,3 million Finance lease liabilities Total secured loans Unsecured loans Total borrowings Amount payable within one year included in overdrafts and short-term borrowings	 1,7 29,8 16,9 48,4 87,2 135,6 52,6 83,0	 1,7 43,0 55,3 100,0 65,8 165,8 69,1 96,7		

NOTES TO THE FINANCIAL STATEMENTS *(continued)*

FOR THE YEAR ENDED 30 JUNE 2000

	Rate of interest	2000 %	2001 Rm	2002 Rm	2003 Rm	2004 Rm	2005 Rm	2006 Rm
15. INTEREST-BEARING BORROWINGS								
(CONTINUED)								
Secured loans	4 – 13	31,5	20,2	11,3				
Finance lease liabilities	4 – 13	16,9	3,5	3,5	9,9			
Unsecured loans	7 – 18	87,2	28,9	15,7	4,5	3,0	6,2	28,9
		135,6	52,6	30,5	14,4	3,0	6,2	28,9
The unsecured automatically convertible subordinated debentures of the Company are not included above.								
						GROUP		
						2000 Rm	1999 Rm	
The analysis of borrowings by currency is as follows:								
South African rand						115,4	148,0	
Foreign currencies – US dollar						10,4	9,4	
– Tanzanian shillings						9,8	8,4	
						135,6	165,8	
The unsecured automatically convertible subordinated debentures are not included above.								
The interest rate on all material borrowings is floating.								
16. DEFERRED TAXATION								
Balance at beginning of year						149,5	141,3	
Transfer from/(to) income statement								
– current year						(6,2)	8,5	
– prior years						2,9	0,8	
Other movements						(11,9)	(1,1)	
Balance at end of year						134,3	149,5	
Balance at end of year comprises:								
Accelerated capital allowances						123,7	114,8	
Provisions and other timing differences						23,3	40,5	
Unrelieved trading losses						(9,6)	(10,8)	
Other						(3,1)	5,0	
						134,3	149,5	

NOTES TO THE FINANCIAL STATEMENTS *(continued)*

FOR THE YEAR ENDED 30 JUNE 2000

	GROUP		COMPANY	
	2000 Rm	1999 Rm	2000 Rm	1999 Rm
17. PAYABLES				
Trade and other	589,8	1 016,7	1,8	14,2
Accrued expenses	650,4	2,5	1,5	
Current provisions	48,2	55,0		
	1 288,4	1 074,2	3,3	14,2
Certain amounts included in current provisions above may only become payable after one year. It is not possible to quantify this amount.				
18. SHORT-TERM BORROWINGS				
Overdrafts	152,4	4,5		
Other short-term borrowings	17,6	136,5		
Current portion of interest-bearing borrowings	52,6	69,1		
	222,6	210,1		
19. FELLOW SUBSIDIARIES				
The aggregate amount of the indebtedness by fellow subsidiaries is:				
– included in receivables			172,7	2,6
The aggregate amount of the indebtedness to fellow subsidiaries is:				
– included in payables			0,4	14,1
– included in long-term borrowings			34,3	
20. COMMITMENTS AND CONTINGENT LIABILITIES				
Commitments				
Capital commitments		88,6		
Capital expenditure authorised by directors				
– contracted for	50,0	11,2		
– not contracted for	133,9	107,7		
	183,9	207,5		
It is anticipated that this expenditure will be financed by cash generated from activities and existing borrowing facilities.				
Contingent liabilities				
Guarantees given and other sundry contingencies	28,0	38,7		

NOTES TO THE FINANCIAL STATEMENTS *(continued)*

FOR THE YEAR ENDED 30 JUNE 2000

21. FOREIGN EXCHANGE EXPOSURE

Forward exchange contracts

The Group has entered into certain forward exchange contracts which do not relate to specific items appearing in the balance sheet but were entered into to cover foreign commitments not yet due. Details of these contracts are as follows:

	2000		1999	
	Foreign currency	South African Rm	Foreign currency	South African Rm
Currency bought				
US dollars	6,3	43,3	1,0	6,4
Other		30,6		0,7

22. RETIREMENT BENEFIT INFORMATION

The Group has a number of retirement benefit plans for its eligible employees. These plans comprise both defined contribution and defined benefit plans. South African funds are governed by the Pension Funds Act, 1956. Other funds are governed by the respective legislation of the country concerned. Approximately 60% of the employees of the Group are members. Certain other employees are members of provident funds administered by employee organisations within the industries in which they are employed. The contributions paid by the Group companies for retirement benefits are charged to the income statement as they are incurred. Pension fund plans are evaluated by independent actuaries at intervals not exceeding three years. The latest valuations indicated that the plans were adequately funded in terms of the requirements of the Registrar of Pension Funds, and no changes to any contribution rates were recommended.

Group companies have, where applicable, made provision for, and taken other steps, to cover the obligation to pay certain post-retirement benefits comprising, in the main, medical costs and medical aid contributions in respect of retirees.

Actuaries have computed the liability that would arise in the Company's subsidiaries in respect of the presently unfunded post-retirement benefits, principally in connection with contributions to medical aid funds, of current employees and retirees. The Group gross liability at 30 June 2000 is R61,2 million, which reduces to R42,8 million after accounting taxation relief at 30%. Certain Group companies have already taken action to mitigate this liability. The uncovered liability net of provisions, other steps taken and taxation relief is estimated at R5,0 million at 30 June 2000. It is not considered appropriate to make any further provision at present. Alpha's liability was actuarially evaluated in November 2000, and an amount, net of taxation, of R32,5 million was provided in its accounts as a prior years adjustment.

The Group's retirement benefit expense was R47,1 million (1999: R48,9 million)

NOTES TO THE FINANCIAL STATEMENTS *(continued)*

FOR THE YEAR ENDED 30 JUNE 2000

GROUP

	2000 Rm	1999 Rm
23. BORROWING CAPACITY		
The borrowing capacity of the company and its subsidiaries in terms of its articles of association is as follows:		
Borrowing capacity	2 843,2	2 759,6
Borrowings	484,1	484,5
– convertible subordinated debentures	171,2	177,7
– long-term	90,3	96,7
– overdrafts and short-term	222,6	210,1
Unutilised borrowing capacity	2 359,1	2 275,1
24. FINANCIAL INSTRUMENTS		
Fair value		
The carrying value of all financial instruments is considered to approximate their fair value.		
Credit risk		
The Group's only material exposure to credit risk is in its receivables and deposits and cash balances. Receivables represent amounts owing to the operating companies, and credit risk is managed at that level. The Group has no significant concentration of credit risk. Deposits and cash balances are all kept at reputable financial institutions and limits are set throughout the Group in this connection.		
Interest rate risk		
Deposits and cash balances all carry interest at rates that vary in response to prime.		
All other interest rate information is contained in the relative notes.		
25. RELATED PARTIES		
During the year the Company and its subsidiaries, in the ordinary course of business, entered into various sale and purchase transactions with associates and joint ventures. Those transactions occurred under terms that are no less favourable than those arranged with third parties.		
The value of the transactions is as follows:		
Included in sales	18,2	56,3
Included in cost of sales	8,0	11,3
26. COMPARATIVE FIGURES		
The comparative figures for the annual report 2000 are those published in the prior year pro forma annual report issued to shareholders in September 2000. Certain of these have been restated to take account of the changes in accounting policies detailed in the directors' report on page xx.		

STATUTORY COMPARATIVE CONSOLIDATED INFORMATION

year to 30 June 1999

INCOME STATEMENT	
Revenue	3 703,0
Operating costs applicable to revenue	2 950,0
Gross profit	753,0
Selling and administration expenses	501,3
Operating income	251,7
Income from investments	136,3
Interest paid	67,4
Income before interest paid	401,8
Income from associates	13,8
Income before exceptionals	334,4
Exceptional items	78,5
Income before tax	255,9
Taxation	41,3
Income after tax	214,6
Monority interests	21,4
Earnings	193,2
NOTES TO INCOME STATEMENTS	
Revenue	3 703,0
Revenue comprises:	
Sale of goods	1 814,4
Construction contract revenue	1 888,6
Depreciation	98,2
Auditors' fees:	4,4
Audit	3,3
Other	1,1
Operating lease payments	27,4
Remuneration for managerial, technical and secretarial services	13,7
Foreign exchange differences	(4,5)
Loss on disposal of property, plant and equipment	(2,2)

STATUTORY COMPARATIVE CONSOLIDATED INFORMATION

year to 30 June 1999

Taxation	
SA normal tax	
– Current	49,3
– Deferred	(16,4)
Foreign tax	2,8
STC	5,6
	41,3
CASH FLOW STATEMENT	
Cash generated by operating activities	387,3
Interest paid	(43,4)
Tax paid	(70,7)
Cash retained from operating activities	273,2
Cash utilised in investing activities	(59,1)
Fixed asset additions	(105,1)
Investments	46,0
Financing activities	143,7
Long-term borrowings	123,6
Shareholder funding	20,1
Net increase in cash	357,8
Cash at beginning of year	133,1
Cash at end of year	490,9

ANALYSIS OF SHAREHOLDERS' EQUITY

(continued)

FOR THE YEAR ENDED 30 JUNE 1999

	Share capital	Share premium	Preference shares	Capital redemption reserve fund	Outside share- holders' interest	Non- distributable reserves	Distributable reserves	Total
Balance at the beginning of the year	0,6	32,9	0,0	0,2	77,3	8,8	609,3	729,1
Balance as previously reported						29,0	622,8	651,8
Prior year adjustment						(20,2)	(13,5)	(33,7)
Issue to AVI as part of unbundling	16,2	594,7	16,3					627,2
Minorities acquired					27,1			27,1
Exceptionals								0,0
Acquired with Grincon					144,5			144,5
Goodwill written off							(65,9)	(65,9)
Retained earnings for the year					21,4		193,2	214,6
Dividends					(10,8)			(10,8)
Transfer						11,2	(11,2)	0,0
Foreign currency translation reserve						(9,1)		(9,1)
Other					(8,4)	4,4	0,4	(3,6)
Balance at the end of the year	16,8	627,6	16,3	0,2	251,1	15,3	725,8	1 653,1

REPORT OF SUBSIDIARIES

	COMPANY	
	2000 Rm	1999 Rm
Companies' aggregate interest in the profits and losses after taxation of subsidiaries		
Profits before exceptional items	96,1	53,3
Losses before exceptional items	0,0	2,8
Investments in subsidiaries and joint ventures		
Listed shares		67,7
Unlisted shares	218,2	0,5
Joint venture	348,7	348,7
	566,9	416,9
Borrowings and loans		
Loans		
– amounts owing by joint venture company	143,8	176,7
– amounts owing by Aveng Share Purchase Trust	50,6	
	761,3	593,6
Non-interest-bearing borrowings	(34,3)	
Short term		
– amounts owing by subsidiaries	172,7	2,6
– amounts owing to subsidiaries	(0,4)	(14,1)
	899,3	582,1

PRINCIPAL SUBSIDIARY COMPANIES

Name of company and nature of business	Class	Issued permanent capital Amount		Group effective percentage holding		to/(by) the Shares		Book value of Company's interest Indebtedness	
		2000 Rm	1999 Rm	2000 %	1999 %	2000 Rm	1999 Rm	2000 Rm	1999 Rm
Bearing Man Limited#* – distributors of bearings, seals, power transmission products, geared motors, belting and related products	Ordinary	57,0	57,0	55,0	55,0	30,5	30,5	–	–
Grinaker Construction Limited – building and construction	Ordinary	0,4	0,4	100,0	58,0	217,7	67,7	(32,8)	–
Tristel Holdings (Pty) Limited* – steel merchants and processors	Ordinary			100,0	99,0	77,5	63,6	(1,5)	–

All companies are incorporated and carry on their principal operations in the Republic of South Africa.

Listed companies

* Held indirectly

REPORT OF INVESTMENT

AT 30 JUNE 2000

	2000 Rm	1999 Rm
ASSOCIATED COMPANIES		
Listed		
– book value		24,5
– share of post-acquisition reserve		24,5
		49,0
Unlisted		
– book value		43,4
– share of post-acquisition reserve		32,8
		76,2
– loans		13,7
Carrying amount		89,9
Total carrying amount		138,9
OTHER COMPANIES		
Unlisted		
– ordinary shares		1,1
– loans		2,5
		3,6
<p>Notes:</p> <ol style="list-style-type: none"> The market value of listed investments at year-end was Rxx million (1999: R175,5 million). The directors' valuation of unlisted shares is not less than their carrying value. A register disclosing full details of all companies in which the Group has investments is available for inspection during business hours at the registered office of the Company by members or their duly authorised agents. 		

PRINCIPAL ASSOCIATED AND JOINT VENTURE COMPANIES

AT 30 JUNE 2000

Name of company and nature of business	GROUP		COMPANY		Group effective percentage holding	
	2000	1999	2000	1999	2000 %	1999 %
ASSOCIATED COMPANIES						
Holding company						
<i>Alpha (Pty) Limited</i>						
Omnia Holdings Limited*	12 112 976	12 112 976			16	16
Natal Portland Cement Company (Pty) Limited	9 130 000	9 130 000			15	15
<i>Grinaker Construction Limited</i>						
Nare Grinaker Construction (Pty) Limited	104	104			30	17
Sivukile Contractors (Pty) Limited	464	464			29	17
Makokwe Grinaker Mining Contracting (Pty) Limited	126	126			40	23
Boshard Construction (Pty) Limited	17	17			30	17
<i>Tristel Holdings (Pty) Limited</i>						
Namascor (Pty) Limited	15 000 001	15 000 001			50	50
– merchants and processors of mild and speciality steel						
JOINT VENTURE COMPANIES						
Holding company						
<i>Altur Investments Limited</i> (note 1)	6 683 848	6 683 848			46	46
Alpha (Pty) Limited	30 076 848	30 076 848			46	46
– production of cement and certain related materials						

Notes:

- The only investment of Altur Investments (Pty) Limited is a holding of 100% in Alpha (Pty) Limited, a South African company which is principally engaged in the production and distribution of cement and related building materials. The Group's effective holding in Alpha (Pty) Limited via Altur Investments Limited, whose shares are held directly by the Company, is therefore 46%.
- All companies and joint ventures are incorporated and carry on their principal operations in the Republic of South Africa with the exception of Kgale Quarries (Pty) Limited and Kwena Concrete Products (Pty) Limited, both of which are incorporated in Botswana, and REHM-Grinaker Construction Company Limited, which is incorporated in Mauritius, and Zambia Concrete Limited which is incorporated in Zambia.

* Listed on the Johannesburg Stock Exchange.

PRINCIPAL ASSOCIATED AND JOINT VENTURE COMPANIES *(continued)*

AT 30 JUNE 2000

Name of company and nature of business	Number of shares held		Group effective percentage holding	
	GROUP	COMPANY		
	2000	1999	2000	1999
			%	%
<i>Grinaker Construction Limited</i>				
Kgale Quarries (Pty) Limited (note 2)	80 040	80 040	50	29
REHM-Grinaker Construction Company Limited (note 2)	1 247 000	1 247 000	43	25
Kwena Concrete Products (Pty) Limited (note 2)	213 414	213 414	50	29
Bay Stone Sales (Pty) Limited	173 420	173 420	50	29
Masizakhe Sitema (Pty) Limited	116	116	50	29
Zambia Concrete Limited	290 000		48	

Notes:

- The only investment of Altur Investments (Pty) Limited is a holding of 100% in Alpha (Pty) Limited, a South African company which is principally engaged in the production and distribution of cement and related building materials. The Group's effective holding in Alpha (Pty) Limited via Altur Investments Limited, whose shares are held directly by the Company, is therefore 46%.*
- All companies and joint ventures are incorporated and carry on their principal operations in the Republic of South Africa with the exception of Kgale Quarries (Pty) Limited and Kwena Concrete Products (Pty) Limited, both of which are incorporated in Botswana, and REHM-Grinaker Construction Company Limited, which is incorporated in Mauritius, and Zambia Concrete Limited which is incorporated in Zambia.*

** Listed on the Johannesburg Stock Exchange.*

PRINCIPAL ASSOCIATED AND JOINT VENTURE COMPANIES *(continued)*

AT 30 JUNE 2000

	2000 Rm	1999 Rm
The Group's effective share of balance sheet and income statement items in respect of associates and joint ventures are as follows:		
Current assets	256,5	243,7
Current liabilities	281,5	174,0
Long-term loans	49,3	66,1
Fixed assets	393,2	375,6
Operating income	79,0	76,0
Cash flow from – operating	(69,8)	130,2
– investing	(17,2)	(556,8)
– financing	(23,5)	426,5
The joint venture company is Alpha Limited, a South African company that was delisted during November 1998. Its principal business is the production of cement and certain related materials. With effect from 1 July 1998 the Group has acquired an effective holding of 45,65% and the company was renamed Alpha (Pty) Limited. Due to the agreement with the other shareholder, Alpha has been proportionately consolidated with effect from 1 July 1998.		
Other financial information relevant to Alpha is as follows:		
Share of post-acquisition reserves at beginning of year	67,2	–
Share of headline earnings for year	90,3	94,4
Share of exceptional items for year	4,2	(22,8)
Direct reserve movement – foreign currency translation	0,3	(7,6)
– associates		3,2
Share of post-acquisition reserves at end of year		67,2

There are no loans either to or from Alpha.

Note:

Alpha has a 31 December accounting date. For the purpose of these pro forma annual financial statements, Alpha's results are for the 12 months from 1 July 1999 to 30 June 2000 and have been reviewed by the auditors.

SHAREHOLDERS' DIARY

FINANCIAL YEAR-END

30 June

ANNUAL GENERAL MEETING

25 October

REPORTS AND PROFIT STATEMENTS

Published

Half-yearly interim report

late February

Results announcement

early September

Annual financial statements

mid-September

DIVIDEND

Declared

Paid

Ordinary shares

6 September 2000

27 October 2000

DEBENTURE INTEREST (HALF-YEARLY)

5% unsecured automatically convertible
subordinated debentures

mid-May, mid-November 30 June, 31 December

ANALYSIS OF ORDINARY SHAREHOLDING

AT 30 JUNE 2000

	Number of shareholders	%	Number of shares	%
HOLDINGS				
1 – 10 000	1 537	86,9	2 866 505	0,8
10 001 – 50 000	167	9,4	3 504 615	1,0
50 001 – 100 000	30	1,7	2 216 119	0,6
100 001 – 500 000	16	0,9	3 593 382	1,0
500 001 – 1 000 000	5	0,3	3 172 104	0,9
Over 100 000	14	0,8	340 774 793	95,7
	1 769	100,0	356 127 518	100,0
ANALYSIS OF HOLDINGS				
Individuals	1 547	87,4	6 921 152	1,9
Nominee companies and trusts	114	6,4	297 647 516	83,6
Other corporate bodies	106	6,0	23 392 888	6,6
Subsidiary company	1	0,1	21 112 162	5,9
Aveng Share Purchase Trust	1	0,1	7 053 800	2,0
	1 769	100,0	356 127 518	100,0

NOTICE OF THE ANNUAL GENERAL MEETING OF MEMBERS

Notice is hereby given that the fifty-sixth annual general meeting of members of Aveng Industries Limited ("the Company") will be held at 19 Impala Road, Chislehurst, Sandton, on Wednesday, 11 October 2000, at 12:00 for the following purposes:

1. To receive and consider the Company's annual financial statements for the year ended 30 June 2000.
2. To elect directors in place of those retiring in accordance with the provisions of the Company's articles of association. The retiring directors, being eligible, offer themselves for re-election. The retiring directors for the purposes of this annual general meeting are: Messrs E A Behr, O Bornheimer, A Dawson, M M Doyle, P L Erasmus, H D K Jones and P J Owen.
3. To consider and, if deemed fit, to pass, with or without modification, the following special and ordinary resolutions:

Special resolution No 1

"Resolved that the new Memorandum and Articles of Association, copies of which have been tabled at this meeting and initialled by the chairman of the meeting for purposes of identification, be and are hereby adopted as the Memorandum and Articles of Association of the Company in substitution for the existing Memorandum and Articles of Association of the Company."

Special resolution No 2

"Resolved that, the acquisition by the Company of shares or debentures issued by it on such terms and conditions as may be determined by the directors and the acquisition by any subsidiary of the Company of shares or debentures issued by the

Company, on such terms and conditions as may be determined by the directors of any such subsidiary, be and is hereby approved as a general approval in terms of Sections 85(1) and 89 of the Companies Act (in the case of the acquisition by the Company of shares issued by it or the acquisition by any subsidiary of the Company of shares issued by the Company) and in terms of paragraphs 5.131 and 5.138 of the Johannesburg Stock Exchange listings requirements (in the case of the acquisition by the Company of shares or debentures issued by it or the acquisition by any subsidiary of the Company of shares or debentures issued by the Company), subject to the following:

1. such acquisition being permitted in terms of the Companies Act (in the case of the acquisition by the Company of shares issued by it or the acquisition by any subsidiary of the Company of shares issued by the Company);
2. such acquisition being limited to a maximum of 10 per cent of the Company's issued securities of the type or class concerned at the time this approval is granted; any other applicable terms and conditions relating to such acquisition imposed by the Johannesburg Stock Exchange listings requirements being complied with;
3. such acquisition being made at a price which is not more than 5 per cent above the weighted average of the market value for the securities concerned for the five business days immediately preceding the date of the acquisition; and
4. any other applicable terms and conditions relating to such acquisition imposed by the Johannesburg Stock Exchange listings requirements being complied with;

NOTICE OF THE ANNUAL GENERAL MEETING OF MEMBERS

5. this approval shall continue to be of force and effect only until the next annual general meeting of the Company (provided that it shall not extend beyond 15 months from the date of registration of this special resolution) or until revoked or varied prior thereto by special resolution at any general meeting of the Company.”

The consent in writing of the compulsorily convertible preference shareholders to the passing of this special resolution has been obtained. The information required by the Johannesburg Stock Exchange in respect of such general authority for repurchases of securities is as follows:

- The intention of the directors of the Company is to utilise the authority if at some future date the cash resources of the Company are excess to its requirements. In this regard the directors will take account of, Inter alia, an appropriate capitalisation structure for the Company, the long-term cash needs of the Company, and will ensure that any such utilisation is in the interests of shareholders.
- The method by which the Company intends to repurchase its securities, the maximum number of securities to be repurchased and the date on which such repurchase will take place have not yet been determined.
- After considering the effect of a maximum permitted repurchase of securities and based on the financial position of the Company at the time the authority is granted, the directors of the Company are of the opinion that:
 - the company will be able to pay its debt;

- the consolidated assets of the Company, fairly valued in accordance with Generally Accepted Accounting Practice, will be in excess of the consolidated liabilities of the Company;
- the issued capital of the Company will be adequate for the purposes of the business of the Company and its subsidiaries for the foreseeable future; and
- the working capital available to the Company and its subsidiaries will be sufficient for the Group’s requirements for the foreseeable future.

Ordinary resolution No 1

“Resolved that all the authorised but unissued shares in the capital of the Company, other than:

1. 17 806 375 shares which are reserved of the purposes of The Aveng Limited Share Incentive Scheme;
2. 40 018 390 shares which are reserved for the purposes of the conversion rights of the 40 018 390 unsecured automatically convertible subordinated debentures issued by the Company,

be and they are hereby placed under the control of the directors of the Company as a general authority to them to allot or issue the same at their discretion in terms of and subject to the provisions of section 221 of the Companies Act and the Johannesburg Stock Exchange Listings Requirements.”

The reason for special resolution No 1 is to provide the company with a Memorandum and Articles of Association that are up to date, and to reduce the authorised capital by retiring the 2 005 737 compulsorily convertible preference per value shares of 811,907788212435 cents

NOTICE OF THE ANNUAL GENERAL MEETING OF MEMBERS *(continued)*

each, and to eliminate the references in the Articles to this class of share. The effect of special resolution No 1 is to substitute the existing Memorandum and Articles of Association of the Company in their entirety.

A draft of the new Memorandum and Articles of Association may be inspected at the registered office of the Company during usual business hours on any day (Saturdays, Sundays and public holidays excepted) prior to the time fixed for the holding of the meeting.

The reason for special resolution No 2 is to renew the authorisation for the company by way of a general approval to acquire its own shares or debentures on such terms and conditions as may be determined by the directors, and to permit the acquisition of the Company's shares or debentures by any subsidiary of the Company on such terms and conditions as may be determined by the directors of any such subsidiary, subject to certain restrictions. The effect of special resolution No 2 is to authorise the Company accordingly.

On a show of hands, each member present in person or by proxy and entitled to vote shall have one vote and upon a poll, each ordinary share shall entitle the holder thereof to five votes.

Any member entitled to attend and vote at the meeting is entitled to appoint a proxy or proxies to attend, speak and vote thereat in his stead. The proxy so appointed need not also be a member. Proxy forms should be forwarded to reach the registered office of the Company or the Transfer Secretaries at least 48 hours, excluding Saturdays, Sundays and public holidays, before the time of holding the meeting.

By order of the board

P H Hansen
Company Secretary

Chislehurst
Sandton

Change of address

Members are requested to notify any change of address to:

The Transfer Secretaries
Mercantile Registrars Limited
PO Box 1053
Johannesburg
2000
South Africa

FORM OF PROXY

REGISTRATION NUMBER 1944/017201/06. (THE COMPANY)

for the fifty-sixth annual general meeting of the Company to be held on Wednesday, 25 October 2000 at 12:00

I/We

(NAME IN BLOCKLETTERS)

of

(ADDRESS)

being the holder/s of ordinary shares and

compulsorily convertible preference shares in the Company, hereby appoint (see note 1):

1.

of

or failing him

2.

of

or failing him

3. the chairman of the Company, or failing him the chairman of the annual general meeting, as my/our proxy to vote for me/us on my/our behalf at the annual general meeting of the Company to be held at 19 Impala Road, Chislehurst, Sandton, 2196 on Wednesday, 25 October 2000, at 12:00, or at any adjournment thereof.

I/We desire to vote as follows (see note 2):

	For	Against	Abstain
1. To re-elect Mr E A Behr as a director			
2. To re-elect Mr O Bornheimer as a director			
3. To re-elect Mr A Dawson as a director			
4. To re-elect Mr M M Doyle as a director			
5. To re-elect Mr P L Erasmus as a director			
6. To re-elect Mr H D K Jones as a director			
7. To re-elect Mr P J Owen as a director			
8. Special resolution No 1			
9. Ordinary resolution No 2			
10. Ordinary resolution No 1			

Signed at

on

2000

Signature

Assisted by me, where applicable (name and signature)

Please refer to the notes on the back of this form of proxy

NOTES TO THE PROXY

Notes

1. A member is entitled to appoint one or more proxies (none of whom need be a member of the Company) to attend, speak and vote in the place of that member at the annual general meeting. A member may therefore insert the name of a proxy or the names of two alternative proxies of the member's choice in the space provided, with or without deleting the chairman of the Company, or failing him the chairman of the annual general meeting. The person whose name stands first on the proxy form and who is present at the annual general meeting, will be entitled to act as proxy to the exclusion of those whose names follow.
2. A member's instructions to the proxy must be indicated by the insertion of an "X" in the appropriate box. Failure to comply with the above will be deemed to authorise the chairman of the annual general meeting, if he is the authorised proxy, to vote in favour of the resolutions at the annual general meeting, or any other proxy to vote or abstain from voting at the annual general meeting as he deems fit, in respect of the member's total holding.
3. The completion and lodging of this form of proxy will not preclude the relevant member from attending the annual general meeting and speaking and voting in person thereat to the exclusion of any proxy appointed in terms hereof, should such member wish to do so.
4. In the case of joint holders, the vote of the senior who tenders a vote, whether in person or by proxy, will be accepted to the exclusion of the votes of the other joint holders for which purpose seniority will be determined by the order in which the names stand in the register of members in respect of the joint holding.
5. The chairman of the annual general meeting may reject or accept any form of proxy which is completed and/or received otherwise than in accordance with these notes.
6. Documentary evidence establishing the authority of a person signing this form of proxy in a representative capacity must be attached to this form of proxy unless previously recorded by the Company's Transfer Secretaries or waived by the chairman of the annual general meeting.
7. Any alteration or correction made to this form of proxy must be initialled by the signatory/ies.
8. This form of proxy must be lodged at or posted to the Company's registered office at 19 Impala Road, Chislehurst, Sandton (PO Box 846, Saxonwold, 2132) or the Company's transfer secretaries, Mercantile Registrars Limited, 7th Floor, 11 Diagonal Street, Johannesburg, 2001 (PO Box 1053, Johannesburg, 2000), to be received by not later than 12:30 on Monday, 9 October 2000.

DIRECTORATE AND ADMINISTRATION

DIRECTORS

B E Hersov*

Chairman

R B Savage*†‡

Deputy chairman

C Grim†‡

Managing director

E A Behr

O Bornheimer*†

A Dawson (Appointed 24 May 2000)

M M Doyle

P L Erasmus*†

D R Gammie†

J R Hersov*

H D K Jones (Appointed 1 August 2000)

K S Kunene*

P J Owen (Australian)*† (Appointed 1 March 2000)

G J Till

* Non-executive director

† Member of the audit committee

‡ Member of the remuneration committee

COMPANY SECRETARY

P H Hansen

BUSINESS ADDRESS AND REGISTERED OFFICE

19 Impala Road
Chislehurst
Sandton
2196
South Africa

Postal address

PO Box 846
Saxonwold
2132
South Africa
Telephone: (011) 779-2800
Telefax: (011) 884-2315

WEBSITE

aveng.co.za

AUDITORS

Ernst & Young

TRANSFER SECRETARIES

Mercantile Registrars Limited

Business address

7th Floor
11 Diagonal Street
Johannesburg
2001

Postal address

PO Box 1053
Johannesburg
2000
South Africa
Telephone: (011) 370-5000
Telefax: (011) 370-5271

BANKERS TO THE GROUP

First National Bank of Southern Africa Limited

COMPANY REGISTRATION

Aveng Limited
Registration number: 1944/018119/06