UNREVIEWED CONDENSED CONSOLIDATED RESULTS
FOR THE SIX MONTHS ENDED 31 AUGUST 2026

Insimbi Industrial Holdings Limited ("Insimbi" or "the Group" or "the Company") is a group of companies that sustainably source, process, and recycle metals. The core business expertise is the ability to source and provide local, regional, and global industrial consumers with the required commodity over its three distinct business segments. The Group herewith announces its unreviewed condensed consolidated financial results for the six months ended 31 August 2026.

FINANCIAL INDICATORS

	2026	2025	% Change
Revenue (R'000)	**3 204 421**	2 754 265	16
Operating profit (R'000)	**55 052**	25 184	119
Net Profit/(Loss) (R'000)	**15 247**	(8 633)	277
Cash generated from / (utilised in) operations (R'000)	**11 088**	(30 980)	136
Earnings before interest, tax, depreciation, and amortisation (R'000)	**67 330**	36 470	85
Earnings/(Loss) per share (cents)	**4.75**	(2.69)	277
Headline earnings/(loss) per share (cents)	**4.58**	(1.30)	452

CONSOLIDATED STATEMENT OF PROFT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE PERIOD ENDED

R'000	Unreviewed 31 August 2026	Unreviewed 31 August 2025	Audited 28 February 2026
Revenue (from contracts with customers)	**3 204 421**	**2 754 265**	**5 270 119**
Sale of goods	3 185 677	2 730 450	5 239 019
Sale of goods - Local	*2 872 671*	*2 358 603*	*4 650 946*
Sale of goods - Export	*313 006*	*371 847*	*588 074*
Rendering of services	18 744	23 815	31 100
Services revenue - Transport and insurance	*18 744*	*23 815*	*31 100*
Cost of sales	(2 998 304)	(2 591 805)	(4 953 244)
Gross profit	**206 117**	**162 460**	**316 875**
Other operating income	2 410	1 950	9 644
Other operating gains/(losses)	3 210	(8 605)	(9 879)
Other operating expenses	(156 685)	(130 621)	(268 852)
Operating profit	**55 052**	**25 184**	**47 788**
Investment income	574	746	952
Finance costs	(32 905)	(34 699)	(66 652)
Income from equity-accounted investments	1 495	1 021	2 366
Profit / (loss) before taxation	**24 216**	**(7 748)**	**(15 546)**
Taxation	(8 969)	(885)	(6 245)
Profit / (loss) for the year	**15 247**	**(8 633)**	**(21 791)**
Other comprehensive income			
Items that will not be reclassified to profit or loss:			
Gains on property revaluation (net of taxation)	-	-	22 398
Total comprehensive income / (loss) for the year	**15 247**	**(8 633)**	**607**
Total comprehensive income / (loss) attributable to:			
Owners of the parent	15 247	(8 633)	607
Earnings per share for profit attributable to equity holders			
Per share information			
Basic earnings per share (cents)	4.75	(2.69)	(6.79)
Diluted earnings per share (cents)	4.69	(2.65)	(6.67)

CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT

R'000	Unreviewed 31 August 2026	Unreviewed 31 August 2025	Audited 28 February 2026
Assets			
Non-Current Assets			
Property, plant and equipment	299 143	280 780	298 916
Right-of-use assets	821	1 677	1 036
Goodwill	92 668	92 668	92 668
Intangible assets	10 426	11 704	11 068
Investments in joint ventures	2 286	2 107	3 107
Lease receivables	139	916	139
Deferred taxation	12 992	9 666	11 963
	418 475	**399 520**	**418 897**

CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT (continued)

R'000	Unreviewed 31 August 2026	Unreviewed 31 August 2025	Audited 28 February 2026
Current Assets			
Inventories	425 938	375 781	334 357
Lease receivables	404	643	777
Trade and other receivables	660 149	550 694	619 518
Derivatives	1 327	-	-
Current taxation receivable	-	2 466	1 526
Cash and cash equivalents	40 871	58 678	58 452
Assets in disposal Groups classified as held for sale	3 814	18 522	3 847
	1 132 503	**1 006 784**	**1 018 477**
Total Assets	**1 550 978**	**1 406 303**	**1 437 374**
Equity and Liabilities			
Equity			
Share capital	145 516	145 516	145 516
Reserves	67 250	44 852	67 250
Retained income	359 326	357 236	344 079
	572 092	**547 605**	**556 845**
Liabilities			
Non-Current Liabilities			
Financial liabilities at amortised cost	73 370	109 267	80 967
Lease liabilities	1 512	2 765	1 512
Deferred taxation	38 610	21 695	38 495
	113 492	**133 727**	**120 974**
Current Liabilities			
Financial liabilities at amortised cost	587 320	519 017	560 869
Trade and other payables	276 225	204 045	195 714
Derivatives	-	403	1 719
Lease liabilities	644	1 507	1 253
Current taxation payable	1 205	-	-
	865 394	**724 972**	**759 555**
Total Liabilities	**978 886**	**858 699**	**880 529**
Total Equity and Liabilities	**1 550 978**	**1 406 303**	**1 437 374**

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED

R'000	Share capital and premium	Treasury shares	Total share capital
Balance on 31 August 2025 (unreviewed)	152 976	(7 460)	145 516
Total comprehensive income for the year	-		-
Total changes	-	-	-
Balance at 28 February 2026 (audited)	**152 976**	**(7 460)**	**145 516**
Total comprehensive income for the year	-		-
Total changes	-	-	-
Balance on 31 August 2026 (unreviewed)	**152 976**	**(7 460)**	**145 516**

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED (continued)

R'000	Revaluation reserve	Share-based payment reserve	Retained income	Total equity
Balance on 31 August 2025 (unreviewed)	42 143	2 709	357 236	547 604
Total comprehensive income for the year	22 398	-	(13 157)	9 241
Total changes	22 398	-	(13 157)	9 241
Balance at 28 February 2026 (audited)	**64 541**	**2 709**	**344 079**	**556 845**
Total comprehensive income for the year	-	-	15 247	15 247
Total changes	-	-	15 247	15 247
Balance on 31 August 2026 (unreviewed)	**64 541**	**2 709**	**359 326**	**572 092**

CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED

R'000	Unreviewed 31 August 2026	Unreviewed 31 August 2025	Audited 28 February 2026
Cash flow from operating activities			
Cash generated from / (utilised in) operations	11 088	(30 922)	(30 980)
Interest income	574	707	822
Tax paid	(7 152)	(1 258)	(3 775)
Net cash from / (utilised in) operating activities	**4 510**	**(31 473)**	**(33 933)**
Cash flow from investing activities			
Additions to property, plant and equipment	(4 373)	(1 668)	(13 477)
Proceeds on disposal of property, plant and equipment	657	3 466	19 766
Proceeds on disposal of assets classified as held for sale	33	356	1 545
Dividend from investment in joint venture	2 316	2 427	2 773
Cash received from finance lease receivable	765	-	773
Net cash from investing activities	**(602)**	**4 581**	**11 380**
Cash flow from financing activities			
Proceeds from financial liabilities	31 215	108 535	163 092
Repayment of financial liabilities	(18 798)	(19 613)	(45 236)
Finance costs	(32 905)	(34 351)	(66 255)
Lease payments	(1 001)	(998)	(2 594)
Net cash (utilised in) / from financing activities	**(21 489)**	**53 572**	**49 007**
Total cash movement for the year	(17 581)	26 680	26 454
Cash at the beginning of the year	58 452	31 998	31 998
Total cash at end of the year	**40 871**	**58 678**	**58 452**

CONDENSED SEGMENT REPORT AS AT

R'000	Unreviewed 31 August 2026	Unreviewed 31 August 2025	Audited 28 February 2026
Revenue by segment			
Sale of goods - local			
Non-Ferrous	2 251 348	1 844 628	3 555 683
Ferrous	510 132	458 152	961 497
Refractory	111 191	55 823	133 766
	2 872 671	**2 358 603**	**4 650 946**

CONDENSED SEGMENT REPORT AS AT (continued)

R'000	Unreviewed 31 August 2026	Unreviewed 31 August 2025	Audited 28 February 2026
Sale of goods - exports			
Non-Ferrous	295 963	337 971	537 627
Ferrous	4 648	17 619	25 933
Refractory	12 395	16 257	24 513
	313 006	**371 847**	**588 073**
Rendering of services - transport and insurance			
Non-Ferrous	11 893	13 804	15 704
Ferrous	6 665	9 881	15 265
Refractory	185	130	131
	18 744	**23 815**	**31 100**
Total revenue from contracts with customers			
Non-Ferrous	2 559 205	2 196 403	4 109 014
Ferrous	521 446	485 652	1 002 695
Refractory	123 771	72 210	158 410
	3 204 421	**2 754 265**	**5 270 119**
Gross profit by segment			
Non-Ferrous	157 541	120 128	233 219
Ferrous	32 225	34 774	63 257
Refractory	16 351	7 558	20 399
	206 117	**162 460**	**316 875**
Operating profit by segment			
Non-Ferrous	36 774	18 482	17 310
Ferrous	12 463	5 771	14 628
Refractory	5 814	931	15 850
	55 052	**25 184**	**47 788**

Note: The basis of segmentation and basis of measurement are consistent with those applied in the annual financial statements for the previous year.

OTHER GROUP SALIENT FEATURES

R'000	Unreviewed as at 31 August 2026	Unreviewed as at 31 August 2025	Audited as at 28 February 2026
Basic earnings per share is determined by dividing profit or loss attributable to ordinary equity shareholders of the parent by the weighted average number of ordinary shares outstanding during the year.			
Basic earnings per share	4.75	(2.69)	(6.79)
Weighted number of shares in issue at the end of the period ('000)	330 898	330 898	330 898
Less: weighted number of treasury shares held in a subsidiary at the end of the period ('000)	(10 107)	(10 107)	(10 107)
	320 791	**320 791**	**320 791**
Headline earnings per share (cents)	**4.58**	**(1.30)**	**(3.52)**

Headline earnings are determined by adjusting basic earnings by excluding separately identifiable remeasurement items. Headline earnings are presented after tax.

OTHER GROUP SALIENT FEATURES (CONTINUED)

R'000	Unreviewed as at 31 August 2026	Unreviewed as at 31 August 2025	Audited as at 28 February 2026
Reconciliation between earnings and headline earnings			
Basic earnings	15 247	(8 633)	(21 791)
Adjusted for			
(Profit)/loss on sale of property, plant and equipment, nett of tax (R'000)	(570)	4 469	10 495
Headline earnings for the Group (R'000)	**14 677**	**(4 164)**	**(11 296)**

Diluted earnings per share

Diluted earnings per share is calculated by adjusting the weighted average number of ordinary shares outstanding to assume conversion of all dilutive potential ordinary shares. The company has potentially dilutive share options.

A calculation is done to determine the number of shares that could have been acquired at fair value (determined as the average annual market share price of the company's shares) based on the monetary value of the subscription rights attached to the outstanding share options. The number of shares calculated as above is compared with the number of shares that would have been issued assuming the exercise of the options.

Reconciliation of number of shares for diluted earnings (loss)			
Weighted average number of ordinary shares in issue ('000)	320 791	320 791	320 791
Adjusted for: Share options ('000)	4 151	5 272	6 038
Weighted average number of ordinary shares for diluted earnings per share ('000)	**324 943**	**326 063**	**326 829**
Diluted earnings per share (cents)	4.69	(2.65)	(6.67)
Diluted headline earnings per share (cents)	4.52	(1.28)	(3.46)
Other salient features			
Net asset value per share (cents)	178.34	170.70	173.58
Tangible net asset value per share (cents)	149.45	138.17	144.70
EBITDA	67 330	36 470	75 358
Depreciation and amortisation	10 783	10 265	25 204

CEO commentary:

The Group returned to profitability for the six months ended 31 August 2026, reporting net profit of R15.2 million compared with a net loss of R8.6 million in the prior corresponding period. Earnings per share improved to 4.75 cents from a loss of 2.69 cents per share, while EBITDA increased by 85% to R67.3 million from R36.5 million in the prior corresponding period.

These results reflect management's disciplined focus on cost control across the Group's core non-ferrous, ferrous and refractory segments. Higher commodity prices also supported revenue and profitability. The benefits of a diversified and cohesive Group, streamlined operations and disciplined cost management are producing more consistent performance despite a complex and challenging trading environment.

Geopolitical disruptions, particularly the Middle East conflict since February 2026, have intensified global inflationary pressures. In South Africa, successive oil-price shocks have driven petrol and diesel prices to record levels, while continuing increases in utility costs, particularly electricity, continue to place pressure on operating margins. Although corporate fiscal discipline can help mitigate these pressures, stronger economic growth will depend on tangible progress in government's long-planned infrastructure programme. Converting those plans into coordinated, executable projects would support investment and help address South Africa's persistent challenge of unemployment.

Across the Group, ferrous volumes increased by 6.72% despite protracted uncertainty in the local steel sector. Non-ferrous volumes remained steady amid volatile tariff developments and the delays in securing export permits. In KwaZulu-Natal, operating conditions were stable but subdued, with volumes nearly 20% below both budget and the prior year. Solid growth in the local market helped offset the decline in our export division which is mainly due to the closure of Mozal, S.A. in Mozambique and the challenges experienced with stack-dates and shipping at Durban port. Seasonal winter weakness affected the local foundry and steel divisions, but margins remained resilient and volumes were broadly in line with the prior corresponding period.

The relocation of the secondary aluminium smelter to a site adjacent to the Group's main Wadeville operations was completed during the review period, with recommissioning expected in October 2026. The consolidated site is expected to deliver a more efficient, less labour-intensive operating configuration and improve logistics coordination. The refractory segment delivered strong results. Historically, its performance has served as a leading indicator of infrastructure investment, with positive momentum often preceding upturns in the steel, foundry, ferrous and non-ferrous markets by six to nine months. The current performance is therefore an encouraging signal, although the timing and extent of any broader market recovery remain uncertain.

Skilled and experienced people remain central to Insimbi's performance. Our teams have demonstrated the Group's resilience by adapting to unpredictable local and global market conditions while maintaining strong operational delivery. Although the consolidation programme is advanced and already generating efficiency benefits through the reduction of duplicated activities, improved logistics coordination, and a more streamlined operating structure, sustaining this progress will require continued focus and disciplined execution to realise the full benefits of these initiatives.

Looking ahead, we expect external conditions to remain volatile. Against this backdrop, the Group will continue to improve operating efficiency, pursue opportunities in adjacent markets, and build on the stronger performance achieved during the review period. These priorities are intended to reinforce resilience and support sustainable growth through the next phase of the Group's development.

Financial Overview:

The Group delivered a significantly improved financial performance for the six months ended 31 August 2026, reflecting continued progress in strengthening underlying trading operations, improving margins and returning the Group to profitability.

Revenue increased by 16% to R3.204 billion, compared to R2.754 billion for the corresponding period in the prior year. This growth was accompanied by a stronger gross profit performance, with gross profit increasing by 27% to R206.1 million, compared to R162.5 million previously.

The improvement in gross margin from 5.9% to 6.4% translated into a meaningful expansion in gross profit, reflecting improved trading conditions, product mix and margin management across the Group.

Operating profit increased by 106% to R51.8 million, compared to R25.2 million in the prior period. EBITDA increased by 76% to R64 million, from R36.5 million. This represents a significant improvement in the Group's underlying operating performance and demonstrates the benefit of the increased revenue base and improved gross margins flowing through to profitability.

Profit after tax increased to R15.4 million, compared to a loss of R8.6 million in the prior period. The return to profitability is an important milestone for the Group and reflects the significant improvement achieved in the underlying trading businesses during the period.

Credit risk and post-period-end debtor event

Subsequent to the end of the reporting period, a single significant debtor was provisionally liquidated by their bankers. Management has assessed the circumstances and the expected recoverability of the outstanding balance and has provided for the full expected extent of the associated loss in these results. This adjustment is reflected in the ‘Other operating expenses’ line on the on the Statement of Profit and Loss and has had a negative impact of 3 cents on both earnings per share and headline earnings per share.

The Group has taken a prudent approach in recognising the full expected exposure and continues to pursue all available recovery avenues, including recoveries through the liquidation process and any applicable credit insurance.

The matter does not detract from the broader improvement in the Group's underlying trading performance during the period. Management continues to maintain a strong focus on credit quality, debtor exposure and working capital management.

Cash flow and balance sheet

The improvement in profitability was accompanied by an improvement in cash generated from operations. The Group generated R11.1 million from operating activities, compared to a utilisation of R30.9 million in the corresponding prior period, with net cash generated from operating activities of R4.5 million compared to an outflow of R31.5 million previously. Net working capital days remained at 44 days, when compared to the corresponding period in the prior year, albeit an improvement from 49 days the previous financial year end.

This improvement in operating cash flow is encouraging and remains an important area of focus as the Group continues to convert improved trading performance into sustainable cash generation.

The first six months of the financial year represent a significant step forward for the Group. The combination of stronger revenue, improved gross margins and the return to profitability provides a positive platform for the remainder of the financial year.

Management remains focused on maintaining the momentum achieved to date, further improving margins, strengthening cash generation and actively managing working capital, credit exposure and funding requirements.

Basis of preparation and accounting policies

The unreviewed condensed consolidated financial statements for the interim period ended 31 August 2026 ("Condensed Consolidated Financial Statements") have been prepared in accordance with the framework concepts and the measurement and recognition requirements of IFRS® Accounting Standards, including IAS 34 – Interim Financial Reporting, as issued by the International Accounting Standards Board (IASB®), and comply with the IFRS Interpretations issued by the IFRS Interpretations Committee (IFRS IC) and Financial Reporting Pronouncements issued by the Financial Reporting Standards Council, as well as the JSE Listings Requirements and the requirements of the Companies Act, No. 71 of 2008.

The Condensed Consolidated Financial Statements contain, as a minimum, the information required by IAS 34 – Interim Financial Reporting and have been prepared under the supervision of the Chief Financial Officer, Nadia Winde, CA (SA).

The accounting policies applied are consistent with those applied in the Group's annual financial statements for the year ended 28 February 2026, except for the adoption of new and amended IFRS Accounting Standards and interpretations that became effective during the current period, none of which has had a material impact on the Group's Condensed Consolidated Financial Statements.

Management has considered standards and amendments issued but not yet effective at 31 August 2026, including IFRS 18 – Presentation and Disclosure in Financial Statements, which is effective for annual reporting periods beginning on or after 1 January 2027, and has not early adopted any such standards or amendments.

The information contained in these Condensed Consolidated Financial Statements has not been audited or reviewed by the Group's auditors.

Approval:

N Mwale	F Botha
Chairman	Chief Executive Officer
14 October 2026	

Directors:	F Botha CA (SA) (Chief Executive Officer)
	N Winde CA (SA) (Chief Financial Officer)
	N Mwale* (Chairperson)
	CS Ntshingila*
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	(*non-executive)
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Website:	www.insimbi-group.co.za
Sponsor:	PSG Capital Proprietary Limited
Transfer Secretaries:	Computershare Investor Services Proprietary Limited
Auditors:	Moore Cape Town Inc.