

UNAUDITED RESULTS FOR THE SIX MONTHS ENDED 31 AUGUST 2014



Agri Voedsel transaction approved

SOTP value ↑ to R7,15 per share (R10,3bn) as at 2 October 2014

Recurring headline earnings ↑ 78% to 16,4 cents per share

Headline earnings ↑ 116% to 16,0 cents per share

OVERVIEW

Zeder is an investor in the broad agribusiness industry. Its strategy to optimise the existing investment portfolio delivered commendable results during the period under review.

During the period under review, Zeder made an offer to acquire all of the shares in *Agri Voedsel* not already held by Zeder whereby *Agri Voedsel* shareholders were offered 16,2 Zeder shares for every one *Agri Voedsel* share. This transaction was approved on 15 September 2014 and will be implemented on 20 October 2014. Upon completion, Zeder will own 100% of *Agri Voedsel* and the historical discount for its effective Pioneer Foods investment will be removed. As purchase consideration, 463,6 million Zeder shares will be issued to *Agri Voedsel* shareholders.

RESULTS

The two key benchmarks which Zeder believes to measure performance by are *sum-of-the-parts* ("SOTP") value and *recurring headline earnings* per share.

SOTP

Zeder's *SOTP value* per share, calculated using the quoted market prices for all JSE-listed (including the see-through market price for *Agri Voedsel*'s investment in Pioneer Foods) and over-the-counter ("OTC") traded investments, and market-related valuations for unlisted investments, increased by 32% to R6,93 as at 31 August 2014. Zeder's *SOTP value* per share as at 2 October 2014, calculated on the basis that the *Agri Voedsel* transaction had been implemented, increased to R7,15.

Company	28 Feb 2014		31 Aug 2014		2 Oct 2014*	
	Interest %	Rm	Interest %	Rm	Interest %	Rm
Agri Voedsel	47,4	2 187	48,6	3 191		
Pioneer Foods	1,1	164	1,4	310	31,7	7 040
Kaap Agri**	39,9	528	39,9	582	39,9	582
Capespan**	72,1	777	71,1	1 463	71,1	1 463
Zaad	92,0	679	92,0	681	92,0	681
Chayton	76,7	560	76,6	560	76,6	560
Other		76		43		43
Capevin Holdings	2,7	177				
Total investments		5 148		6 830		10 369
Cash and cash equivalents		376		329		281
Other net liabilities		(365)		(367)		(330)
SOTP value		5 159		6 792		10 320
Number of shares in issue (million)		980,2		980,2		1 443,8
SOTP value per share (rand)		5,26		6,93		7,15
Net asset value per share (rand)		3,68		3,69		n/a

* Indicative calculation following the successful implementation of the *Agri Voedsel* transaction

** OTC trading platform closed on 31 July 2014

RECURRING HEADLINE EARNINGS

	Audited	Unaudited	
	28 Feb 2014 12 months Rm	31 Aug 2013 6 months Rm	31 Aug 2014 6 months Rm
Earnings analysis			
Food, beverages and related services	239	80	178
Agri-related retail, trade and services	74	42	36
Agri-inputs	50	12	20
Agri-production	(5)	(10)	(31)
Net interest, taxation and other income and expenses	(7)	(6)	(6)
Management (base) fee	(59)	(28)	(37)
Recurring headline earnings	292	90	160
Management (performance) fee	(59)	(26)	(37)
Non-recurring headline earnings	20	8	33
Headline earnings	253	72	156
Non-headline items	38	32	(8)
Attributable earnings	291	104	148
Weighted average number of shares in issue (million)	979,8	979,3	980,2
Recurring headline earnings per share (cents)	29,8	9,2	16,4
Headline earnings per share (cents)	25,8	7,4	16,0
Attributable earnings per share (cents)	29,7	10,6	15,1

Recurring headline earnings per share increased by 78% to 16,4 cents, mainly due to improved contributions from *Agri Voedsel*, *Capespan*, *Zaad* and *Kaap Agri* during the period under review, while *Chayton*, a start-up business in its development phase, reported a loss. While the loss was in line with expectations in US dollar terms, the weakening of the South African rand had a negative impact on *Chayton*'s reported results. The overall earnings performance, however, is encouraging considering that minimal earnings contributions were derived from *Capevin*, *NWK*, *Suidwes* and *Overberg Agri* following their disposals.

During the period under review consolidated revenue from subsidiary companies increased by 139,4% to R4,3 billion.

DIVIDEND

It is Zeder's policy to only declare a final dividend at year-end.

PROSPECTS

Zeder remains actively engaged with its existing investments, while also continuously seeking new opportunities outside of its current portfolio. We continue to believe that the agribusiness sector offers rewarding investment opportunities, both locally and abroad.

UNAUDITED FINANCIAL RESULTS

This announcement contains only a summary of the information of the full announcement made on SENS on Tuesday, 7 October 2014, and is the responsibility of the directors. Please refer to the full announcement for additional information. The full announcement is also available for viewing on Zeder's website at www.zeder.co.za or may be requested and obtained in person, at no charge, at the registered office of the company during office hours. Any investment decisions should be based on consideration of the full announcement made on SENS.

On behalf of the board of directors

Jannie Mouton
Chairman

7 October 2014
Stellenbosch

Norman Celliers
Chief executive officer

Zeder Investments Ltd: Incorporated in the Republic of South Africa
Registration number: 2006/019240/06 Share code: ZED ISIN: ZAE000088431

Directors: JF Mouton (*chairman*), N Celliers* (*CEO*), WL Greeff* (*FD*), WA Hanekom*, AE Jacobs, PJ Mouton, GD Eksteen*, CA Otto* (** executive * independent non-executive*)

Appointed manager, secretary and registered office: PSG Corporate Services (Pty) Ltd
1st Floor, Du Kollege, 35 Kerk Street, Stellenbosch, 7600
PO Box 7403, Stellenbosch, 7599

Transfer secretaries: Computershare Investor Services (Pty) Ltd
70 Marshall Street, Johannesburg, 2001
PO Box 61051, Marshalltown, 2107

Sponsor: PSG Capital

Auditor: PricewaterhouseCoopers Inc.