



4SIGHT HOLDINGS LIMITED

(Incorporated in the Republic of Mauritius)

(Registration number: C148335 C1/GBL)

("4Sight" or "the Company" or "the Group")

ISIN Code: MU0557S00001 JSE Code: 4SI

REVIEWED CONDENSED CONSOLIDATED PROVISIONAL FINANCIAL RESULTS FOR THE YEAR ENDED 31 DECEMBER 2022

GROUP AND FINANCIAL HIGHLIGHTS

The Board of Directors is pleased to present the financial results for the year ended 31 December 2022. In 2022, the Group continued to deliver on the strong foundation laid in the 2021 financial year despite the challenging economic environment created by the power crisis and continuous interest rate hikes and exchange rate fluctuations.

FINANCIAL SUMMARY

4Sight is pleased to share the following financial highlights in ZAR terms:

- Increase in revenue by 20.7%
- Increase in gross profit by 10.1%
- Increase in basic earnings per share from 1.70 cents per share to 2.380 cents per share
- Decline of debt-to-equity ratio to 63.9%
- Increase in net asset value per share by 1.3%

SALIENT DETAILS

- Revenue grew by 20.7% despite the current economic climate. This was achieved by 4Sight persisting with its dual go-to-market strategy and focus on selling more of 4Sight's own-IP solutions.
- Operating profit grew by 93.9%, resulting from increased revenue, cost containment, improved productivity and improved governance and control processes.
- Operating expenses grew by only 4.0% compared to the previous financial year, which is below inflation growth and largely due to a reduction in bad debt provisions.
- 4Sight grew its cash balance by 20.1%, this despite the share buyback executed in November 2022, amounting to R16.0 million.
- Debt to equity ratio increased by 17.3% and is mainly due to acquiring specialized equipment in 2022 to serve 2 major customer projects during 2023 and the impact of the restatement, as detailed in note 16 to the financial statements.
- Increase in net asset value per share by 1.3% from 44.1 cents to 44.6 cents per share.

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

Figures in ZAR	Notes	Reviewed year ended 31 December 2022	Audited year ended 31 December 2021
Revenue	1	696 008 554	576 812 211
Cost of sales		(391 895 836)	(300 563 066)
Gross profit		304 112 718	276 249 145
Other net (expenses) income		(1 262 373)	5 209 846
Operating expenses		(280 774 733)	(270 075 138)
Operating profit		22 075 612	11 383 853
Investment income		1 956 619	1 345 940
Finance costs		(1 089 264)	(1 215 731)
Income from equity accounted investments		176 320	395 199
Profit before taxation		23 119 287	11 909 261
Taxation		(6 696 449)	12 145
Profit for the year		16 422 838	11 921 406
Unrealised exchange differences on translating foreign operations		(182 713)	(6 700)
Other comprehensive loss for the year net of taxation		(182 713)	(6 700)
Total comprehensive profit for the year		16 240 125	11 914 706
Profit attributable to:		16 422 838	11 921 406
- Owners of the parent		15 403 575	11 172 205
- Non-controlling interest		1 019 263	749 201
Total comprehensive profit for the year attributable to:		16 240 125	11 914 706
- Owners of the parent		15 220 862	11 165 505
- Non-controlling interest		1 019 263	749 201
Per share information:		ZAR Cents	ZAR Cents
Earnings per share (cents)		2.378	1.695
Diluted earnings per share (cents)		2.378	1.695
Headline earnings per share (cents)	2	2.379	1.757
Diluted headline earnings per share (cents)	2	2.379	1.757
Weighted average number of shares in issue		647 682 974	659 031 529
Fully diluted weighted average number of shares in issue		647 682 974	659 031 529

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

Figures in ZAR	Notes	Reviewed As at 31 December 2022	Audited As at 31 December 2021 (Restated)*	Audited As at 31 December 2020 (Restated)*
ASSETS				
Non-Current Assets		267 918 462	264 103 394	257 524 652
Property, plant and equipment		32 164 713	31 007 496	31 403 507
Goodwill		178 200 064	178 200 064	178 200 064
Intangible assets		38 667 843	37 912 832	34 625 949
Deferred tax		18 153 714	16 427 194	13 134 522
Investment in associates		732 128	555 808	160 610
Current Assets		204 452 008	160 248 723	153 544 912
Inventories		10 167 659	2 459 889	1 271 056
Trade and other receivables	3	121 193 282	95 419 701	80 244 563
Other financial assets		250 000	200 000	369 016
Current tax receivable		2 590 953	3 697 393	5 391 736
Cash and cash equivalents		70 250 114	58 471 740	66 268 541
Total Assets		472 370 470	424 352 117	411 069 564
EQUITY AND LIABILITIES				
Equity				
Equity attributable to Equity Holders of Parent				
Share capital		257 987 961	273 987 961	228 408 875
Reserves		(206 807)	(24 094)	533 744 750
Retained earnings (Accumulated loss)		28 943 015	13 539 440	(485 624 199)
Attributable to equity holders of the parent		286 724 169	287 503 307	276 529 226
Non-controlling interest		2 350 286	2 831 023	3 278 280
Total Equity		289 074 455	290 334 330	279 807 506
Liabilities				
Non-Current Liabilities				
Other financial liabilities	4	10 972 238	11 637 186	13 658 397
Deferred taxation		-	11 492	2 067 702
Current Liabilities		172 323 777	122 369 109	115 535 959
Trade and other payables	5	148 437 775	97 814 922	87 078 894
Provisions	16	21 600 000	21 600 000	21 600 000
Other financial liabilities	4	1 627 093	2 667 984	6 739 938
Current tax payable		658 909	286 203	117 127
Total Liabilities		183 296 015	134 017 787	131 262 058
Total Equity and Liabilities		472 370 470	424 352 117	411 069 564

*Refer to note 16 for information relating to the restatement of comparative results.

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

Figures in ZAR	Share Capital	Foreign Currency Translation Reserve	Non-Distributable Reserves	Retained Income	Total attributable to equity holders of the Group	Non-controlling interest	Total Equity
Balance reported at 31 December 2020	228 408 875	(17 394)	533 761 944	(464 024 199)	298 129 226	3 278 280	301 407 506
Impact on corrections of restatement (refer note 16)	-	-	-	(21 600 000)	(21 600 000)	-	(21 600 000)
Restated balance at 1 January 2021	228 408 875	(17 394)	533 761 944	(485 624 199)	276 529 226	3 278 280	279 807 506
Profit for the year	-	-	-	11 172 205	11 172 205	749 201	11 921 406
Other comprehensive loss	-	(6 700)	-	-	(6 700)	-	(6 700)
Total comprehensive income for the year	-	(6 700)	-	11 172 205	11 165 505	749 201	11 914 706
Restructure of equity	45 579 086	-	(533 761 944)	488 182 858	-	-	-
Dividends Paid	-	-	-	-	-	(1 387 882)	(1 387 882)
Change in interest without losing control	-	-	-	(191 424)	(191 424)	191 424	-
Balance at 31 December 2021	273 987 961	(24 094)	-	13 539 440	287 503 307	2 831 023	290 334 330
Balance reported at 31 December 2021	273 987 961	(24 094)	-	35 139 440	309 103 307	2 831 023	311 934 330
Impact on corrections of restatement (refer note 16)	-	-	-	(21 600 000)	(21 600 000)	-	(21 600 000)
Restated balance at 1 January 2022	273 987 961	(24 094)	-	13 539 440	287 503 307	2 831 023	290 334 330
Profit for the year	-	-	-	15 403 575	15 403 575	1 019 263	16 422 838
Other comprehensive loss	-	(182 713)	-	-	(182 713)	-	(182 713)
Total comprehensive income for the year	-	(182 713)	-	15 403 575	15 220 862	1 019 263	16 240 125
Repurchase of shares	(16 000 000)	-	-	-	(16 000 000)	-	(16 000 000)
Dividends Paid	-	-	-	-	-	(1 500 000)	(1 500 000)
Change in interest without losing control	-	-	-	-	-	-	-
Balance at 31 December 2022	257 987 961	(206 807)	-	28 943 015	286 724 169	2 350 286	289 074 455

CONSOLIDATED STATEMENT OF CASH FLOWS

Figures in ZAR	Reviewed year ended 31 December 2022	Audited year ended 31 December 2021
Cash flows from operating activities		
Cash generated from operations	42 563 990	4 278 324
Investment income	1 956 619	1 345 940
Finance costs	(1 089 264)	(938 041)
Tax paid	(6 910 545)	(3 255 736)
Dividends Paid	(1 500 000)	(1 387 882)
Net cash generated from operating activities	35 020 800	42 605
Cash flows from investing activities		
Purchase of property, plant and equipment	(2 805 846)	(1 561 862)
Proceeds on disposal of property, plant and equipment	199 102	58 883
Purchase or development of intangible assets	(2 724 138)	(4 340 243)
(Advanced) proceeds from other financial assets	(50 000)	169 016
Cash acquired through business combinations	-	469 944
Net cash used in investing activities	(5 380 882)	(5 204 262)
Cash flows from financing activities		
Repayments of other financial liabilities	(1 705 840)	(2 645 361)
Repurchase of shares	(16 000 000)	-
Cash flows used in financing activities	(17 705 840)	(2 645 361)
Total cash movement for the period	11 934 078	(7 807 018)
Total cash at the beginning of the period	58 471 740	66 268 541
Foreign currency translation	(155 704)	10 217
Total cash at end of the period	70 250 114	58 471 740

BASIS OF PREPARATION AND ACCOUNTING POLICIES

The condensed consolidated provisional financial statements ("condensed consolidated financial statements") are prepared in accordance with the requirements of the JSE Limited ("JSE") Listings Requirements for provisional reports and the requirements of the Companies Act of Mauritius and the South African Companies Act. The Listings Requirements require provisional reports to be prepared in accordance with the framework concepts and the measurement and recognition requirements of International Financial Reporting Standards (IFRS) and the SAICA Financial Reporting Guides as issued by the Accounting Practices Committee and Financial Pronouncements as issued by Financial Reporting Standards Council and to also, as a minimum, contain the information required by IAS 34 Interim Financial Reporting.

The condensed consolidated financial statements are prepared in accordance with the going concern principle under the historical cost basis as modified by the fair value accounting of certain assets and liabilities where required or permitted by IFRS.

These condensed consolidated financial statements should be read in conjunction with the Group's latest consolidated annual financial statements for the year ended 31 December 2021 and do not include all the information required for a complete set of IFRS financial statements.

Explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Group's financial position and performance since the previous consolidated annual financial statements.

The condensed consolidated financial statements were prepared by the corporate reporting staff and supervised by Eric van der Merwe, the Group's Financial Director, and were approved by the board of directors on 29 March 2023.

The directors of 4Sight ("the Board") take full responsibility for the preparation of the condensed consolidated financial statements.

The condensed consolidated financial statements are presented in South African ZAR, which is the Company's functional and reporting currency.

ACCOUNTING POLICIES, ESTIMATES AND JUDGEMENTS

The accounting policies applied in the preparation of the condensed consolidated financial statements are in terms of IFRS and are consistent with those applied in the previous consolidated annual financial statements.

The preparation of the condensed consolidated financial statements requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses.

The judgements, estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgements about carrying values of the assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised and in any future periods affected.

AUDITORS' REVIEW OPINION

These condensed consolidated financial statements for the year ended 31 December 2022 have been reviewed by Nexia SAB&T, who have expressed an unmodified review conclusion, with an emphasis of matter paragraph as noted below:

"Emphasis of matter

We draw attention to note 16 of the condensed consolidated financial statements, which details the correction of a prior period error relating to the recognition of statutory employee tax incentive income. Our conclusion is not modified in respect of this matter."

The review was performed in accordance with ISRE 2410 'Review of Interim Financial Information Performed by the Independent Auditor of the Entity'.

A copy of Nexia's report is available for inspection on the Company's website.

The auditors' review report does not necessarily report on all of the information contained in this announcement. Shareholders are therefore advised that in order to obtain a full understanding of the nature of the auditor's engagement, they should obtain a copy of the auditors' review report together with the accompanying financial information from the company's registered office.

THE 4SIGHT BUSINESS IN THE CURRENT ECONOMY

Overview

4Sight is a public company which was incorporated on 28 June 2017 in accordance with the laws of the Republic of Mauritius, specifically for the listing of the Group on the JSE Alternative Exchange on 19 October 2017 (ticker: 4SI).

RESULTS COMMENTARY

Revenue from operations increased by 20.7% to R696.0 million from R576.8 million compared to the prior period. Revenue excluding consulting revenue increased by 22.4% from R371.6 million to R479.0 million which contributed to the increase in the cost of sales by 30.4% from R300.6 million to R391.9 million.

Gross profit increased by 10.1% from R276.2 million to R304.1 million and the gross profit margin decreased to 43.7% in December 2022 compared to 47.9% in December 2021.

The decline in other income is mainly due to the reversal of the deferred vendor liability of R5.0 million in the comparative period, which is not recurring in the current period.

The total operating expenses for the period increased by 4.0% to R280.8 million compared to R270.1 million in the prior year.

NOTES TO THE REVIEWED CONDENSED CONSOLIDATED FINANCIAL RESULTS

1. REVENUE

	Reviewed 31 December 2022	Audited 31 December 2021
Figures in ZAR		
Licences	91 967 386	73 087 532
Software as a service	45 792 075	49 653 237
Consulting	217 038 044	205 256 244
Support and maintenance	288 161 498	191 121 891
Physical goods	45 674 899	47 603 962
Other revenue	7 374 651	10 089 345
	696 008 554	576 812 211

The Group assesses disaggregated revenue based on the nature, timing and uncertainty of revenue and cash flows due to economic factors. The disaggregation of revenue has been disclosed below.

Disaggregation of revenue – Geographical areas

	Reviewed 31 December 2022	Audited 31 December 2021
Figures in ZAR		
South Africa	492 391 325	433 939 670
Rest of Africa	170 928 451	108 011 825
Europe, Middle East and Australasia	24 401 987	29 129 535
Americas	8 286 790	5 731 181
	696 008 554	576 812 211

Disaggregation of revenue – Business Sector

	Reviewed 31 December 2022	Audited 31 December 2021
Figures in ZAR		
Private	652 290 758	530 045 243
Public	43 717 796	46 766 968
	696 008 554	576 812 211

2. HEADLINE EARNINGS RECONCILIATION

The headline earnings reconciliation and per share information is set out below:

Reconciliation between earnings and headline earnings	Reviewed year ended 31 December 2022 ZAR	Audited year ended 31 December 2021 ZAR
Profit attributable to owners of the parent	15 403 575	11 172 205
Loss on disposal of equipment – net of tax	5 336	404 164
Headline earnings for the year	15 408 911	11 576 369
Per share information:	ZAR cents	ZAR cents
Headline earnings per share	2.379	1.757
Diluted earnings per share	2.379	1.757
Weighted average number of shares in issue	647 682 974	659 031 529
Fully diluted weighted average number of shares in issue	647 682 974	659 031 529

3. TRADE AND OTHER RECEIVABLES

Trade and other receivables comprise the following:

Figures in ZAR	Reviewed year ended 31 December 2022	Audited year ended 31 December 2021
Trade receivables	115 645 281	95 490 834
Credit loss allowance	(3 413 082)	(5 051 978)
Trade receivables net of credit loss allowance	112 232 199	90 438 856
Prepayments and deferred expenses	226 018	1 758 211
Deposits	75 129	56 941
Value added taxation	7 293 122	2 826 597
Other receivables	1 366 814	339 096
Total trade and other receivables	121 193 282	95 419 701

4. OTHER FINANCIAL LIABILITIES

Details of Other Financial Liabilities are set out below:

Figures in ZAR	Reviewed year ended 31 December 2022	Audited year ended 31 December 2021
Standard Bank of South Africa Ltd- Mortgage Bond	11 625 634	13 330 663
Other Loans	974 507	974 507
	12 600 141	14 304 170
Non-current liabilities		
At amortised cost	10 972 238	11 637 186
Current liabilities		
At amortised cost	1 627 093	2 667 984
	12 600 141	14 304 170

5. TRADE AND OTHER PAYABLES

Trade and other payables comprise the following:

Figures in ZAR	Reviewed year ended 31 December 2022	Audited year ended 31 December 2021
Trade payables	120 150 883	68 648 358
Accrued expenses	3 284 637	6 391 903
Leave provision	8 296 544	9 365 292
Payroll accruals	13 353 730	10 967 153
Value added taxation	3 351 981	2 442 216
Total trade and other receivables	148 437 775	97 814 922

6. SEGMENTAL REPORT

The Executive Directors assess the performance of the operating clusters based on the measure of operating profit. The Group has 4 strategic Clusters for reporting purposes – the Business Environment (BE), Information Technologies (IT), Operational Technologies (OT) and Channel Partner (CP) Clusters.

The Business Environment (BE) Cluster. Digital transformation of an entire enterprise requires the convergence of the OT and IT environments, so that business applications can be developed on enterprise data that enable better and more informed business decisions. The Business Environment (BE) Cluster partners with our customers to drive value – creating digital transformation starting with assessments of their ICT landscapes. We become our customers' digital transformation partner and assist them in building a self-funding digital transformation roadmap. We focus on maximising the power of the cloud, optimising and modernising their

environments and applications, automating and making their business process intelligent, creating true customer intelligence, helping with bespoke development on the Azure platform, enabling integration and creating a structured, secure, source system independent and scalable enterprise data strategy.

The Information Technologies (IT) Cluster is focused on enabling digital transformation of ERP, accounting, human resource management, payroll and CRM with business process management, data visualisation, reporting and dashboards and secure, cost-effective cloud solutions on demand. This enables enterprises to execute with agility to ensure survival in the new digital economy and ensures empowering people, transforming products and keeping customers close. Customers with back-end, mostly on-premise and siloed systems for ERP, CRM and HR and Payroll are embracing the modern digital data economy and moving to integrated, hybrid deployments of their IT environment. The 4Sight IT Cluster has successfully introduced customers to digital transformation via easy "lift and shift to cloud" products. These solutions enable customers to utilise connected services in the cloud environment and enable "work-from-anywhere" capabilities via cloud-based, back-office IT solutions that provide location independence and anywhere operations.

The Operational Technologies (OT) Cluster provides key 4IR technologies and services needed to help industrial customers with their full end-to-end digital transformation journey, while following a cost effective and low risk self-funding methodology. This allows customers to remain competitive in the digital economy while making sure any digital initiative has a 6-month or better return on investment (ROI). We enable our customers to digitally transform their operations using best in class technologies. Transformation activities include asset automation, optimisation and simulation. Our solutions include IIoT, automation, systems integration, MES systems fully integrated with ERP for real-time insights, advanced process control, prescriptive maintenance, production scheduling, digital twin simulations, SHEQ and environmental solutions. Our deep domain engineering experts Implement and support our various operations.

The Channel Partner (CP) Cluster is 4Sight's 100% partner-focused ecosystem. The Cluster supports and empowers an ever-expanding channel of Value Added Resellers across Africa, the Middle East and Central Europe to distribute 4Sight's OT, IT and BE integrated solutions to markets across the world. Contained within the CP Cluster is 4Sight's Cloud Distributor, through the Microsoft Indirect Cloud Solution Provider (CSP) program, ISV channel and Channel Partners. This allows for the distribution of 4Sight's integrated solutions and OEM partner offerings across our footprint. The offerings include Sage and Microsoft's range of cloud applications to our dedicated partners located in the Middle East, Central Europe and Africa regions. Within our CP Cluster we have several highly skilled resources that are dedicated to managing and growing our various business partners.

The financial information for the four main clusters is presented below:

Segment report 2022						
Segmental service line	BE Cluster	IT Cluster	OT Cluster	CP Cluster	Consolidation	Total
Figures in ZAR						
Revenue						
External	114 941 440	162 056 796	177 399 554	239 378 620	2 232 144	696 008 554
Internal	5 038 641	1 390 219	-	-	(6 428 860)	-
Operating Profit/(Loss)	6 464 845	12 938 173	26 488 103	18 524 184	(42 339 693)	22 075 612
Depreciation and amortisation	(1 969 128)	(6 517)	(476 407)	(33 231)	(926 560)	(3 411 843)
Taxation	(1 810 157)	(3 620 364)	(7 752 634)	(5 577 903)	12 064 609	(6 696 449)
Profit/(Loss)	4 654 688	9 309 508	19 935 345	14 343 179	(31 819 883)	16 422 838

Segment report 2021						
Segmental service line	BE Cluster	IT Cluster	OT Cluster	CP Cluster	Consolidation	Total
Figures in ZAR						
Revenue						
External	105 219 294	156 857 508	149 063 567	162 556 880	3 114 962	576 812 211
Internal	5 183 364	590 489	5 326	383 053	(6 162 232)	-
Operating Profit/(Loss)	3 662 265	8 344 142	25 471 849	9 371 626	(35 466 029)	11 383 853
Depreciation and amortisation	(3 375 648)	(15 496)	(562 117)	(49 196)	(838 445)	(4 840 902)
Vendor liability Interest-non-cash item	-	-	-	-	(277 690)	(277 690)
Taxation	(1 025 434)	(2 337 532)	(7 276 065)	(2 627 565)	13 278 741	12 145
Profit/(Loss)	2 636 831	6 010 798	18 709 882	6 756 595	(22 192 701)	11 921 406

The Executive Directors do not monitor assets and liabilities by cluster.

Geographical clusters

The Group operates primarily in South Africa and therefore does not reflect the geographical areas separately.

7. COMMITMENTS

The Group has no significant commitments as at year end.

8. SUBSEQUENT EVENTS

RE-DOMICILING OF 4SIGHT

The redomiciliation process of 4Sight from Mauritius to South Africa is currently ongoing. The Group has received a no objection certificate from the Mauritius Revenue Authority and has obtained the certificate of continuation from South Africa. The Company is in the process of finalizing the discontinuation of the Company in Mauritius with the Registrar of Companies.

The Company will proceed with the transfer of registration from Mauritius to South Africa, including submission of the necessary statutory forms to the South African Companies and Intellectual Property Commission.

9. RELATED PARTY DISCLOSURE

OPERATING LEASE PAYMENTS

- Double Peak Properties 41 (Pty) Ltd (a company related to TE Zitzke and MG Swanepoel) R3 883 242 (2021: R3 663 436).
- SETEC Software (Pty) Ltd and Martiq 399 CC (a company and close corporation related to J Botha) R 32 840 (2021: R621 360).

ASSOCIATE BALANCES

- Balances and transactions with 4Sight Africa (Pty) Ltd

Figures in ZAR	Reviewed year ended 31 December 2022	Audited year ended 31 December 2021
Other financial assets	250 000	200 000
Trade receivables	10 758 646	3 656 242
Trade Payables	1 027 127	20 758
Revenue	24 397 235	9 544 424
Cost of sales	5 083 657	6 032 815

There were no other related party transactions which are material that were included in the results for the period ended 31 December 2022.

Transactions between the Company and its subsidiaries which are related parties of the Company have been eliminated on consolidation and are not disclosed in this note.

Transactions with related parties are effected on a commercial basis and related party debts are repayable on a commercial basis.

10. FINANCIAL INSTRUMENTS – FAIR VALUE AND RISK MANAGEMENT

The carrying amount of all financial assets and liabilities approximates the fair value. Directors consider the carrying value of financial instruments of a short-term nature, that mature in 12 months or less, to approximate the fair value of such assets or liability classes.

The carrying values of longer-term financial instruments are considered to approximate their fair value as these instruments bear interest at interest rates appropriate to the risk profile of the asset or liability class.

11. GOING CONCERN

The annual financial statements have been prepared on the basis of accounting policies applicable to a going concern. This basis presumes that funds will be available to finance future operations and that the realisation of assets and settlement of liabilities, contingent obligations and commitments will occur in the ordinary course of business.

The directors believe that the Group has adequate financial resources to continue in operation for the foreseeable future and accordingly the annual financial statements have been prepared on a going concern basis. The directors have satisfied themselves that the Group is in a sound financial position and that it has access to sufficient borrowing facilities to meet its foreseeable cash requirements. The directors are not aware of any new material changes that may adversely impact the Group. The director directors are also not aware of any material non-compliance with statutory or regulatory requirements or of any pending changes to legislation which may affect the company.

12. LITIGATION AND CONTINGENT LIABILITIES

As at 31 December 2022 there were no litigation matters pending and no contingent liabilities against the Company or its subsidiaries.

13. BOARD OF DIRECTORS

No changes were made to the Board of directors during the period.

14. COMPANY SECRETARY

There was no change in the Company Secretary, Navitas is the company secretary to the Group.

15. DIVIDEND

4Sight's formal dividend pay-out policy is at least 6.6 times cover, being at least 15% of headline earnings of the consolidated Group of companies. A dividend will not be paid unless the Board is of the opinion that a lower dividend is to be declared because of the necessity to apply the

Group's cash resources to any planned acquisitions; or that it is in the interest of the Group to build up cash reserves for foreseeable unfavourable market or economic conditions.

No dividend is therefore to be declared for the year ended 31 December 2022, due to the decision of the Board to build up the working capital available to the Group.

16. RESTATEMENT OF FINANCIAL STATEMENTS

During 2020, a Group subsidiary entered into an agreement with a service provider in terms of which the service provider would provide training to delegates, thereby allowing the subsidiary to claim an employee tax incentive benefit from the South African Revenue Service ("SARS"). The agreement was accompanied by various legal opinions that the agreement was consistent with the laws of South Africa (including the tax laws and the Employment Tax Incentive Act, 26 of 2013 (as amended)). SARS conducted an audit during the latter part of the 2022 financial year and issued a revised assessment in March 2023. The service provider has accepted liability to indemnify the subsidiary against the revised assessment. Based on the indemnity, the subsidiary is in the process of obtaining security from the service provider.

Following the SARS audit in 2022, the other income recognised during the 2020 financial year was done so in error due to the misinterpretation of the facts at the time. In order to correct this error, the financial results for the 2020 financial year were restated retrospectively in accordance with the requirements of the financial reporting framework.

Figures in ZAR	Before Restatement	Provisions	After Restatement
Statement of comprehensive income for the year ended 31 December 2020			
Other income	80 813 250	(21 600 000)	59 213 250
Profit attributable to (Continuing)	20 651 982	(21 600 000)	(948 018)
Owners of the parent	19 318 713	(21 600 000)	(2 281 287)
Non-controlling interest	1 333 268	-	1 333 268
Earnings for the year ended 31 December 2020 for continuing operations			
Basic earnings per share (cents)	2.43	(2.72)	(0.29)
Diluted earnings per share (cents)	2.20	(2.46)	(0.26)
Headline earnings per share (cents)	2.93	(2.72)	0.21
Diluted headline earnings per share (cents)	2.66	(2.46)	0.19
Statement of financial position as at 31 December 2020			
Provisions	-	21 600 000	21 600 000

17. APPRECIATION

The devotion and dedication demonstrated by all stakeholders enabled us to achieve pleasing results in the 2022 financial year and align to our strategic objectives set in the short and long term. Thank you to our People for their hard work and invaluable contribution, without which we could not have achieved the success we have over the last year.

Our customers and partners were instrumental as well, continually engaging with us as their Digital Transformation Partner and supporting us as the advisor in their digital transformation journeys. We would like to express our sincere appreciation for their business and loyalty, creating sound Partnerships as we collaborated closely to take advantage of the identified opportunities.

To our valued Vendors, 4Sight would like to acknowledge your positive impact, as we continually create innovative technologies and solutions, differentiating ourselves in the market and creating value for our customers and partners.

We are grateful to our Board of Directors for your confidence in us and your support throughout 2022. And to the EXCO, thank you for your constant leadership over the 12 months. We are incredibly fortunate to have everyone focused on the same goal while living the 4Sight Values, Mission and Vision.

For and on behalf of the Board

Chairperson
Kamil Tayub Patel
Date: 29 March 2023

Chief Executive Officer
Tertius Emil Zitzke

<p>Executive Directors Mr Tertius Emil Zitzke (Chief Executive Officer) Mr Eric van der Merwe (Financial Director)</p>	<p>Independent Non-Executive Directors Mr Christopher Stephen Joseph Crowe Mrs Mariechen Margeretha Mortimer Mr Andrew George Murgatroyd Mr Jacob Stefanus Johannes Nel Mr Kamil Tayub Patel Dr Sidharth Sharma</p>
<p>Company Secretary and Registered Office Navitas Management Services Limited C/o Navitas Management Services Limited, Navitas House, Robinson Lane, Floreal, Mauritius</p>	<p>Designated Advisor Java Capital Trustees and Sponsors Proprietary Limited</p>
<p>Transfer Secretaries JSE Investor Services Proprietary Limited</p>	<p>WEBSITE http://www.4sight.cloud</p>