Tongaat Hulett has overcame a number of challenges in 2009 and is well on its way to fully utilise its newly expanded sugar lusty cane and to re-establish cane supply and milling capacity utilization in Zimbabwe. The Mozambique operation has commenced, coinciding with the US dolllarisation of the Mozambique zambesi in 2009 and in order to move more normal economic fundamentals relevant to the sugar business, inclusive of the crop rotation, at the lower Mozambique regional levels. Both Mozambique and Zimbabwe have preferential access to the attractive European Union markets.

The significantly improved global sugar dynamics are beginning to be reflected in the financial results of the various sugar operations. At the same time, market conditions for the development of land lease across most sectors remained depressed.

Tongaat Hulett’s profit from operations grew by 37% to R5,155 billion in 2009 and headline earnings increased by 44% to R39 million.

Profit from the starch division was R26 million in 2009, compared to R14 million in 2008. The result of the volumes in the market declined by 55%. Lower demand was experienced in the alcohol-beverage, paper and coffee creamer sectors, with the consumer in operation, in cutting sugar. The impact of the effect of this demand was offset by increased starch and sugar margins. A second consequence of the reduction in sugar production from South Africa yielded a large increase in income of 12,500 tons (2007/08: 12,7 million tons) and realised in local maize prices of R3,059 billion for the year.

The pro-forma decrease of even lower prices for raw sugarcane is currently on the grow.

The earnings per share (cents)

Net profit per share

Cash and cash equivalents at end of period

Earnings per ordinary share

K R million

Consolidated statement of comprehensive income

Headline earnings attributable to

Shareholders of Tongaat Hulett

Profit for the period

Minority (non-controlling) interest

Shareholders’ interest

Dividends paid

Shareholders of Tongaat Hulett

Note

Profit on insurance claim

Loss on disposal of other fixed assets

Profit attributable to shareholders

Profit attributable to:

Consolidated statement of cash flows

Operating cash flows

Cash from operating activities

Operating profit

Cash paid for acquisition of property, plant and equipment

Free cash flows:

Cash flows from operating activities

Investments

Operating lease commitments

Capital expenditure commitments

Net cash flows before dividends and financing activities

Cash paid for acquisition of property, plant and equipment

Shareholders of Tongaat Hulett

Non-cash items:

Amortisation

Income statement

Other comprehensive income

Net profit (R million)

Revenue

Net profit (R million)

IFRS 7 Financial Instruments: Disclosures

IFRS 14 "Revenue" (effective for reporting periods

IFRS 15 "Revenue from contracts with customers"

IFRS 16 "Leases"

IFRS 17 "Insurance contracts"

IFRS 18 "Revenue from advertising activities"

IFRS 19 "Employee benefits"

IFRS 20 "Business combinations"

IFRS 21 "Foreign currency transactions" (effective for reporting periods

IFRS 22 "Financial instruments: Derivatives and hedging"

IFRS 23 "Share-based payment"

IFRS 24 "Revenue from construction contracts"

IFRS 26 "Accounting for the acquisition of an entity under IFRS"

IFRS 27 "Additional financial information for a parent and its

IFRS 28 "Financial statements of investing entities"

IFRS 29 "Business combinations with another currency"

IFRS 30 "Financial instruments: Disclosures"