



**COMPANY
EARNINGS UPDATES
12-16 April 2021**



2021 | By ThinkMarkets



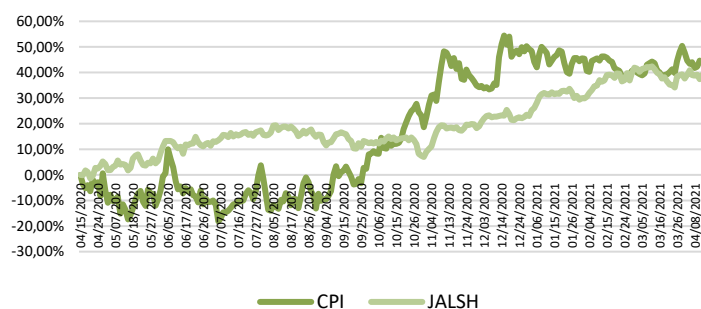
Company Earnings Updates as of 12 - 16 April 2021

Capitec Bank Holdings Limited (CPI) - Annual results for the year ended 28 February 2021 (12/04/21)

	Act.	Growth
Operating Profit before tax	R5.59bn	(31%)
Final Dividend Per Share	1600c	112%
Net Asset Value	R29.9bn	17%
Headline earnings per share	3966c	(27%)

Valuation	PE	DY
Capitec Bank	39.68x	0.013%
Standard Bank	12.3x	1.95%
Nedbank	12.23x	5.05%

One Year CPI Return vs JALSH (15 Apr 2020-16 Apr 2021)



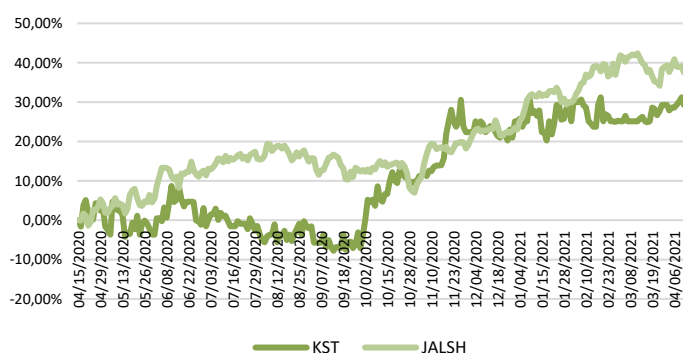
Despite a pandemic and harsh lockdown regulations, Capitec's results are commendable given the circumstances. The company's active client base grew by 160 000 clients per month and is at 15.8 million customers compared to the 13.9 million reported in the previous year. Capitec continued their digital transformation journey which paid off- their net transaction fee income increased by 17%. Their credit life insurance product performed well and generated R965 million profit after tax, only a slight decrease of 2% compared to the previous year despite the pandemic. Capitec declared a final gross dividend of 1600c/share which represents a 112% increase from the dividend of 755c/share declared in the prior year.

PSG Konsult Limited (KST) - Annual results for the year ended 28 February 2021 (15/04/21)

	Act.	Growth
*PSG Wealth	R448m	19%
*PSG Asset Management	R105m	(28%)
*PSG Insure	R151m	24%
Total Dividend Per Share	24.5c	9%
Assets Under Management	R268bn	17%
HEPS	52.7c	10%

Valuation	PE	DY
PSG Konsult	18.94	2.26%
Sygnia	13.07	5.75%
Sasfin	(6.19)	2.52%

One Year KST Return vs JALSH (15 Apr 2020-16 Apr 2021)



PSG Konsult (KST) reported a good set of final results. The PSG Wealth and PSG Insure divisions performed well, however, their performance was offset by the PSG Asset Management division which suffered due to weak investment performance and R5bn in net outflows. PSG Konsult's asset management funds do not hold Naspers due to their value investing approach; this affected their relative performance. The positive performance in PSG insure was driven by a healthy 15.3% underwriting margin. The company generated strong cash flows (PSG Wealth reported positive net inflows of R14 billion) and during the financial year repurchased and cancelled 20 992 115 shares valued at R166.8m. A final dividend of 16.5c was declared, which takes its total dividend for the year to 24.5c a share (interim dividend of 8c share) which represents an increase of 9% year-on-year.

*Recurring headline earnings

