



PURPLE GROUP
LIMITED

UNAUDITED CONDENSED CONSOLIDATED RESULTS FOR THE SIX MONTHS ENDED 28 FEBRUARY 2022

GROUP HIGHLIGHTS

- Group revenue increased by 36.0% to R137 million;
- Group costs increased by 39.7% to R93 million, however, the operating cost per invested EasyEquities client decreased by 24.7% to R80 per client, compared to the prior comparative period;
- Group Basic Earnings per share and Headline Earnings per share increased by 91.8% to 1.63 cents per share, compared to earnings of 0.85 cents per share in the prior comparative period; and
- Profit attributable to shareholders increased by 114.2% to R17.7 million, compared to a profit of R8.3 million in the prior comparative period.

EASYEQUITIES GROUP HIGHLIGHTS

- Funded retail investment accounts increased by 85.9% to 966 299 accounts;
- Platform assets increased by 36.0% to R36.5 billion;
- EasyEquities revenue increased by 27.9% to R108.7 million, despite EasyEquities' clients' portfolio turnover activity returning to normalised levels, reflective of pre-COVID levels;
- Operating expenses per invested client decreased by 24.7% to R80 per client, compared to the prior comparative period;
- Acquisition cost and onboarding cost per new invested EasyEquities Direct client amounted to R47.76 and R6.77, respectively, compared to R61.53 and R9.43, respectively, in the prior comparative period;
- RISE's contribution to profit after tax of the EasyEquities Group increased by 601.5% to R3.4 million;
- EasyCrypto contributed R4.5 million to profit after tax of the EasyEquities Group;
- Purple Group has acquired the remaining 49% of EasyCrypto, effective 1 March 2022;
- EasyProperties revenue for the period is 146.4% higher than the prior comparative period, with active invested clients totalling 59 330 on 28 February 2022, an increase of 255.89% compared to the prior comparative period; and
- The EasyEquities group generated a profit after tax of R23.3 million, compared to a profit of R22.3 million in the comparative period, an increase of 4.3%.

GT247.COM HIGHLIGHTS

- GT247.com's revenue increased by 98.0% to R25.9 million compared to the prior comparative period, returning to the revenue levels generated for the six months ended 29 February 2020; and
- GT247.com generated a profit after tax of R4.9 million, compared to a loss of R3.3 million in the prior comparative period, an improvement of 250.5%.

LETTER FROM THE CEO

Promising Purple half year results sets us up well to deliver on the promise of 2021

The fundamentals driving the business are really very good, we're experiencing strong growth in customers and platform assets whilst the cost of servicing and acquiring these clients continues to decrease. We have accelerated investment into new products, partnerships, and services, that will further differentiate the business and provide an extended runway for future growth in customer numbers and revenue per customer.

Revenue per EasyEquities' customer has returned to pre-Covid levels, which has partly offset the impact of the 86% increase in funded investment accounts and 36% increase in platform assets. Going forward, we expect that revenue would track the underlying fundamental drivers of the group more closely.

GT247.com delivered a positive result and all key metrics across the Group showed marked improvements over previous comparative periods, positioning the Group well to deliver an even stronger second half year result.

Purple Group has acquired the remaining 49% of EasyCrypto, effective 1 March 2022, (refer Subsequent Events note for more details). I strongly believe that this business will grow even faster now that it is fully aligned with the Group strategy. Crypto may well be the hottest investment sector globally and I am excited by the prospects of this business and its ability to create significant shareholder value in the years ahead.

I believe that the benefits of further Group alignment around a single brand, strategy and distribution base will benefit all stakeholders markedly in other businesses which could become wholly owned.

The partnership rollouts with Discovery Bank and Telkom will be launched in the second half of the year and will then provide us with the platform to build on the numbers laid down in these results. Progress on international partnerships and, in particular, our business setup and rollout in Kenya and the Philippines are gaining momentum and I will update you as these progress.

Purple Group continues to scale resources to build capacity to meet growth opportunities which keep coming at us. Not unexpectedly, planned initiatives to accelerate this scaling, specifically raising additional growth capital and hiring in senior executives, is taking longer than anticipated, but we want to get it right. Nonetheless, it's very encouraging to reflect on the wonderful talent we have managed to secure, and the extensive interest taken by local and international capital providers in our strategy and business model.

Nicola Comminos (Chief Risk Officer) and Rish Tandapany (Chief Operating Officer) join us in the months ahead, both are welcome additions to the executive team and bring diverse and relevant skills that will greatly assist us in scaling the Group, not just locally, but abroad.

I'm sure you will join me in congratulating the Purple team on a strong and significant set of results that build on the promise of 2021 but, perhaps even more importantly, on the incredible momentum that's been building in the Group since we launched EasyEquities back in 2014.

In short, a very promising set of half year results that set us up well to deliver on the promise of 2021.

EASYEQUITIES

EasyEquities was built with the deep desire and purpose to democratise all things investing by making it easy, educational, and fun for everyone.

Previously, investing was seen as an elite activity, and was, to a great extent, an intimidating (and often unaffordable) option for everyone.

Industry trends and global best practices has seen the move towards the global democratisation of financial services through digitisation.

EasyEquities' platform capability caters to the evolving needs of all customer types, recognising that today's managed investor is tomorrow's day trader, the curious 20 something crypto trader, next decade's advised passive parent.

Uniquely, the EasyEquities' platform capability is built to partner and can be rapidly delivered onto partner rails to uplift client experiences and engage new audiences. This ability enables partners to enhance their offering, increase customer satisfaction and engage clients more regularly on their platform. Current partnerships include Satrix, Capitec Bank, Discovery Bank, Telkom and Bidvest Bank.

In addition to clients secured through partnership distribution rails, EasyEquities targets clients directly through various marketing campaigns and an effective client referral programme ("EasyEquities Direct Clients").

EASYPROPERTIES

EasyProperties enables fractional access to the most trusted global and local property investment opportunities delivering an easy, educational, engaging fun user experience.

Launched in July 2020, EasyProperties, a 51/49 joint venture between EasyEquities and Narrative, a residential property development company, is a platform to crowd fund access to large scale residential and commercial property developments.

Combining EasyEquities', no minimum, fractional, frictionless approach to all things investing with Narrative's deep property ownership, management and development experience is already proving in the result.

EASYPARTICIPATION

EasyCrypto is built to deliver the safest, easiest and most trusted platform to invest in and store all your crypto assets. Built on blockchain rails the platform enables the digitisation of any asset class, giving the business the capability to capitalise on this mega trend into the future.

EasyCrypto (Previously DCX Capital) launched its offering with the EasyCrypto 10 bundle (recognising the difficulty in being able to predict which cryptographic protocols would eventually prevail), which provides investors with a market capitalisation weighted bundle of the top 10 crypto currencies, thereby taking the guess work out of the equation for its investors.

The platform extended its offering at the end of February 2022 through providing access to Bitcoin and Ethereum, with access to the remainder of the top 10 coins and more customised bundles to come.

EasyEquities exercised its option to acquire 51% in EasyCrypto during the period under review, with the effective economics being effective from 1 September 2021.

In addition to the above, Purple Group has agreed to acquire the remaining 49% in EasyCrypto from the founders of the business, effective 1 March 2022. Details in this regard have been disclosed under the Subsequent Events section of these results.

RISE

To democratise corporate access to low cost, best in class, retirement administration, savings and investment solutions by leveraging the EasyEquities technology stack and client engagement approach to make saving for retirement an easy, enjoyable, rewarding and educational client activity.

Rise is a joint venture (50/50) with NBC Fund Administration Services, who bring with them the retirement industry experience, understanding and context to drive the offering which, when combined with EasyEquities' technology capabilities, deliver a fully integrated, highly differentiated, one-stop-shop corporate administration and investment fund management business.

Through its proprietary administration and investment management system, coupled with a first-of-its-kind member savings portal, RISE is equipped to reduce the cost of administration, whilst delivering unparalleled efficiency and transparency to all stakeholders.

Contributions are seamlessly invested into selected portfolios and supporting administration functions are delivered in market leading turnaround times.

Members are provided with real-time online access to view their retirement savings coupled with the ability to complement these through democratised access to the broadest range of local and global savings and investment solutions.

GT247.COM

GT247.com enables successful trading outcomes through easy access to a world class trading platform, tools, and research, delivering these through fast, secure, and low-cost access into local and global markets that are packaged together through a single account structure that ensures traders the best chance of achieving trading success.

GT247.com pioneered Spread and CFD trading in South Africa over 20 years ago and continue to lead the way in the South African market, having won SA's Top Online stockbroker twice in the last five years. Their + 100 years of trading experience has taught them much, but most importantly that delivering low-cost, fast mobile access to global markets is the most important enabler for trading success.

Lower fees deliver greater client profits whilst fast mobile access ensures that a world of trading opportunities is always just a swipe away.

Lessons from two decades of building out products and platforms to service day traders, coupled with the deep insights gained from analysing client outcomes give GT247.com a distinct advantage in supporting their clients through the delivery of best in breed products and platforms and access to insights that inform traders to place more emphasis on trading approaches that enable successful investment outcomes.

EMPEROR ASSET MANAGEMENT

Emperor delivers frictionless, transparent access to low-cost, world-class investment solutions that cater to everyone. These include thematic, quantitative, direct and self-indexing asset management products that are uniquely constructed to meet their clients' individual risk profile, investment interests, objectives, preferences, and time horizons. This is all delivered through the EasyEquities platform enabling easy, fractional, no minimum access to professionally managed investments.

As one of the pioneers of quantitative (algorithmic-driven) asset management in South Africa over a decade ago, Emperor Asset Management has the team, track record and technology stack to deliver on its purpose.

The Emperor IP Global Momentum Equity Fund was awarded a Raging Bull Trophy for performance to the end of 2020 – "Straight performance over three years – Best (SA-Domiciled) Global Equity General Fund".

The Emperor IP Balanced Fund was awarded a Raging Bull Certificate for performance to the end of 2021 – "Straight performance over three years – Best South African Multi-Asset High Equity Fund".

Investing is personal and by combining man and machine, Emperor can ensure the best investment outcomes. Each portfolio is constructed with a particular risk profile in mind, allowing you to easily match your unique goals, time frames and risk profile with the most suited portfolios.

CONDENSED GROUP STATEMENT OF PROFIT OR LOSS

for the six months ended 28 February 2022

	Unaudited six months 28 February 2022 R'000	Unaudited six months 29 February 2021 R'000	Change 2021 to 2022 %	Audited 12 months 31 August 2021 R'000
Continuing operations				
Revenue	136 796	100 574	36.0	204 778
<i>Equity investing fees</i>	95 191	83 294	14.3	167 395
<i>Derivatives trading revenue</i>	14 618	7 590	92.6	14 800
<i>Net funding income</i>	9 058	3 672	146.7	9 527
<i>Asset management execution revenue</i>	2 221	1 817	22.2	3 488
<i>Asset management fees</i>	2 173	2 467	(11.9)	4 399
<i>Property investing fees and commissions</i>	4 273	1 734	146.4	5 169
<i>Crypto revenue</i>	9 262	–	–	–
Commissions and research expenses	(2 883)	(1 559)	84.9	(2 998)
Operating expenses	(90 263)	(65 140)	38.6	(153 903)
Net income	43 650	33 875	28.9	47 877
Other income	–	–	n/a	–
Earnings before interest, depreciation & amortisation	43 650	33 875	28.9	47 877
Finance income	2 035	429	374.4	4 294
Finance costs	(1 146)	(4 040)	(71.6)	(7 847)
Depreciation and amortisation	(12 154)	(9 361)	29.8	(19 776)
Profit before fair value, impairment adjustments and tax	32 385	20 903	54.9	24 548
Fair value adjustments	(452)	1 408	(132.1)	55 919
Share of profit/(loss) of joint venture	3 375	(673)	(601.5)	1 431
Profit before tax	35 308	21 638	63.2	81 898
Income tax expense	(9 423)	(6 415)	46.9	(9 253)
Profit for the period	25 885	15 223	70.0	72 645
Profit attributable to:				
Owners of the company	17 689	8 257	114.2	44 332
Non-controlling interest	8 196	6 966	17.7	28 313
	25 885	15 223	70.0	72 645
Earnings per share				
Basic earnings per share (cents)	1.63	0.85	91.8	4.46
Diluted earnings per share (cents)	1.56	0.82	90.2	4.27
Weighted number of shares in issue at end of period ('000)	1 086 537	974 241	11.5	993 936
Headline earnings per share				
Profit for the period	17 689	8 257	114.2	72 645
Headline earnings for the period	17 689	8 257	114.2	44 332
Headline earnings per share (cents)	1.63	0.85	91.8	4.46
Diluted basic and headline earnings per share (cents)	1.56	0.82	90.2	4.27

The Group recorded an attributable profit to the owners of the company of R17.7 million for the six months ended 28 February 2022 compared to a profit of R8.3 million in the prior comparative period, an increase of 114.2%. The basic and headline earnings per share increased by 91.8% to 1.63 cents per share compared to 0.85 cents per share in the prior comparative period.

OPERATING SEGMENT REVIEW

EasyEquities Group condensed statement of profit or loss

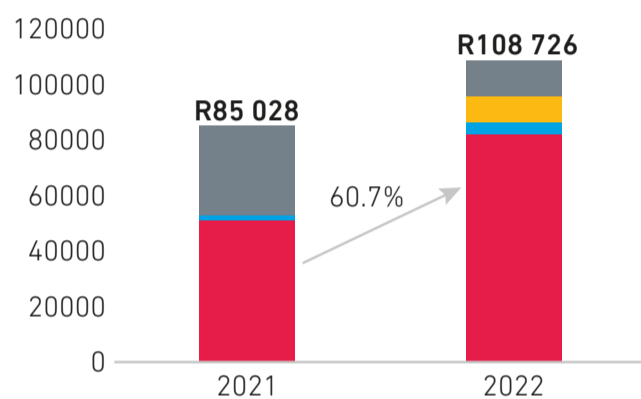


	Unaudited six months 28 February 2022 R'000	Unaudited six months 29 February 2021 R'000	Change 2021 to 2022 %
Revenue	108 726	85 028	27.9
<i>Equity investing fees</i>	95 191	83 294	14.3
<i>Property investing fees and commissions</i>	4 273	1 734	146.4
<i>Crypto Revenue</i>	9 262	–	n/a
Commissions and research expenses	(1 350)	(893)	51.2
Operating expenses	(69 230)	(42 105)	64.4
Earnings before interest, depreciation & amortisation	38 146	42 030	(9.2)
Finance income	2 035	429	374.4
Finance costs	(227)	(1 174)	(80.7)
Depreciation and amortisation	(12 083)	(8 971)	34.7
Profit before fair value, impairment adjustments and tax	27 871	32 314	(13.7)
Fair value adjustments	–	–	n/a
Share of profit/(loss) of joint venture	3 375	(673)	(601.5)
Profit before tax	31 246	31 641	(1.2)
Income tax expense	(7 938)	(9 300)	(14.6)
Profit for the period	23 308	22 341	4.3
Profit attributable to:			
Owners of EasyEquities	21 589	22 666	(4.8)
Non-controlling interest	1 719	(325)	(629)
	23 308	22 341	4.3

- Funded retail investment accounts increased by 85.9% to 966 299 investment accounts.
- Platform assets across the EasyEquities Group increased by 36.0% to R36.5 billion.

- EasyEquities Group revenue increased by 27.2% to R108.7 million.
- The graph below highlights in grey the impact of the elevated levels of trading activity induced by market volatility, related primarily to the impacts of the Covid-19 Pandemic ("Covid-19 Impact") on revenue.
- The Covid-19 Impact represents all revenue generated in excess of portfolio turnover levels experienced prior to the explosion of the Covid-19 pandemic i.e. FY 2018 and FY 2019 ("Normalised Revenue").
- The muted growth in revenue was expected and budgeted for on the expectation that trading levels would trend back towards Normalised Revenue levels.
- The increase in Normalised Revenue for the six months ended 28 February 2022, ignoring Covid-19 Impact (for both periods) would be 60.7% which is more in line with the increase in the number of investment accounts and platform assets.
- Operating expenses per invested client decreased by 24.7% to R80 per client, compared to the prior comparative period.
- The acquisition cost and onboarding cost per new invested EasyEquities Direct client amounted to R47.76 and R6.77, respectively, compared to R61.53 and R9.43, respectively, in the prior comparative period.
- Finance costs decreased by 80.7%, compared to the prior comparative period, as the loan due to Sanlam, totalling R28.8 million on 31 August 2021, was repaid in full on 15 September 2021.
- RISE's contribution to profit after tax of the EasyEquities Group increased by 601.5% to R3.4 million (being 50% of the profit after tax generated by RISE during the period). This result was driven by an 18.3% increase in revenue to R28.0 million and a 16.8% decrease in costs (as the prior year costs included various one-off costs) to R21.3 million.
- EasyCrypto contributed R4.5 million to profit after tax of the EasyEquities Group, off revenue generated of R9.3 million, which is a great result considering the lacklustre performance of Crypto currencies over the three months leading up to 28 February 2022.
- EasyProperties revenue for the period is 146.4% higher than the prior comparative period, with active invested clients totalling 59 330 at 28 February 2022, an increase of 255.8% compared to the prior comparative period.
- The EasyEquities group generated a profit after tax of R23.3 million, compared to a profit of R22.3 million in the comparative period, an increase of 4.3%.

EasyEquities Group Revenue (R'000)



- Equity Investing Revenue - Normalised
- Property Investing Fees & Commissions
- Crypto Revenue
- Equity Investing Revenue - Elevated Portfolio Turnover
- Movement %

GT247.com condensed statement of profit or loss



	Unaudited six months 28 February 2022 R'000	Unaudited six months 29 February 2021 R'000	Change 2021 to 2022 %
Revenue	25 897	13 079	98.0
<i>Derivatives trading revenue</i>	14 618	7 590	92.6
<i>Net funding income</i>	9 058	3 672	146.7
<i>Asset management execution revenue</i>	2 221	1 817	22.2
Commissions and research expenses	(1 513)	(648)	133.5
Operating expenses	(17 366)	(16 883)	2.9
Earnings/(loss) before interest, depreciation & amortisation	7 018	(4 452)	(257.6)
Depreciation and amortisation	(48)	(354)	(86.4)
Profit/(loss) before tax	6 970	(4 806)	(245.0)
Income tax (expense)/benefit	(2 062)	1 545	(233.5)
Profit/(loss) for the period	4 908	(3 261)	(250.5)

- GT247.com's revenue increased by 98.0% to R25.9 million, compared to the prior comparative period and is in line with the revenue generated for the six months ended 29 February 2020.
- The recovery of the revenue was driven by an increase in market volatility during the period.
- Operating expenses were again contained, only increasing by 2.9% compared to the prior comparative period.
- GT247.com generated a profit after tax of R4.9 million, compared to a loss of R3.3 million generated during the prior comparative period, an improvement of 250.5%.

Emperor Asset Management condensed statement of profit or loss



	Unaudited six months 28 February 2022 R'000	Unaudited six months 29 February 2021 R'000	Change 2021 to 2022 %
Revenue	2 173	2 467	(11.9)
<i>Asset management fees</i>	2 173	2 467	(11.9)
Commissions and research expenses	(20)	(18)	11.1
Operating expenses	(2 339)	(2 119)	10.4
(Loss)/earnings before interest, depreciation & amortisation	(186)	330	(156.4)
Depreciation and amortisation	(16)	(18)	(11.1)
(Loss)/profit before fair value, impairment adjustments and tax	(202)	312	(164.7)
Fair value adjustments	(452)	1 408	(132.1)
(Loss)/profit before tax	(654)	1 720	(138.0)
Income tax benefit/(expense)	191	(367)	(152.0)
(Loss)/profit for the period	(463)	1 353	(134.2)

Emperor Asset Management continues to pursue its stated strategy of driving retail distribution of its products through the EasyEquities platform and securing institutional assets to manage.

Purple Group head office and investments condensed statement of profit or loss



	Unaudited six months 28 February 2022 R'000	Unaudited six months 29 February 2021 R'000	Change 2021 to 2022 %
Operating expenses	(1 328)	(4 033)	(67.1)
Loss before interest, depreciation & amortisation	(1 328)	(4 033)	(67.1)
Finance costs	(919)	(2 866)	(67.9)
Depreciation and amortisation	(7)	(18)	(61.1)
Loss before tax	(2 254)	(6 917)	(67.4)
Income tax benefit	386	1 707	(77.4)
Loss for the period	(1 868)	(5 210)	(64.1)

Operating expenses have been further absorbed into the relevant Group companies where the services are consumed, resulting in a 67.1% decrease in operating expenses.

The reduction in finance costs was primarily due to the conversion of the Serialong Debt to Equity during August 2021 and the reduction in the IDC debt.

Segmental balance sheets

	GT247.com and EAM R'000	EasyEquities Group R'000	Head Office and Investments R'000	2022 Total R'000
As at 28 February 2022				
Segment asset				
Non-current assets	9 393	169 648	292 547	471 588
Current assets	73 688	242 102	1 232	317 022
Total assets	83 081	411 750	293 779	788 610
Segment liabilities				
Non-current liabilities	1 102	22 000	4 872	27 974
Current liabilities	54 564	207 591	15 086	277 241
Total liabilities	55 666	229 591	19 958	305 215

SUBSEQUENT EVENTS

Purple Group agreed to acquire the remaining 49% shareholding in EasyCrypto, from the founders of the business, Mr Earle Loxton, and Mr Michael Jordaan's investment vehicle, Montegrays Capital (Pty) Ltd, for a purchase consideration of R61.3 million ("Purchase Consideration") ("EasyCrypto Buy-out").

For the six months ended 28 February 2022, the EasyCrypto business generated revenue of R9.3 million and a profit after tax of R4.5 million.

The purchase will be effective from 1 March 2022 and the Purchase Consideration will be settled through the issue of 24 509 804 Purple Group shares at an agreed price of R2.50 per share, which represents a 10% discount to the 30-day VWAP up to 28 February 2022. The shares will be listed and issued to the founders shortly after the Group's results for the six months ended 28 February 2022 have been released on SENS.

Basis of preparation of the unaudited results

The unaudited condensed Group interim financial statements have been prepared in conformity with International Financial Reporting Standards (IFRS), the presentation and disclosure requirements of IAS 34 – Interim Financial Reporting, and Financial Reporting Pronouncements as issued by the Financial Reporting Standards Council, the requirements of the Companies Act of South Africa and the Listings Requirements of the JSE Limited. The areas that include significant judgements made by management in applying the Group's accounting policies, including the valuation techniques applied and key sources of estimation uncertainty used in fair value calculations were the same as those that were identified in the audited consolidated annual financial statements as at and for the year ended 31 August 2021, and which are available on the Company's website, at its registered office and upon request.

Accounting policies which comply with IFRS have been applied consistently by all entities in the Group and are consistent with those applied in the previous financial year.

The preparation of these unaudited condensed Group interim financial statements for the six months ended 28 February 2022 was supervised by the Financial Director, Gary van Dyk CA (SA) and have not been reviewed or reported on by the company's external auditors.

Any forward-looking statements contained in this announcement have not been reviewed or reported on by the Company's external auditors.

The directors take full responsibility for the preparation of the unaudited consolidated results for the six months ended 28 February 2022.

On behalf of the board

Happy Ntshingila (*Independent Non-executive Chairman*)

Charles Savage (*Chief Executive Officer*)

Gary van Dyk (*Chief Financial and Operations Officer*)

Johannesburg

11 April 2022

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

as at 28 February 2022

	Unaudited six months 28 February 2022 R'000	Unaudited six months 29 February 2021 R'000	Audited 12 months 31 August 2021 R'000
ASSETS			
Equipment	1 733	2 437	2 201
Intangible assets	113 460	86 763	101 262
Goodwill	254 568	204 568	254 568
Right of use asset	1 981	3 467	2 724
Investments	18 224	13 781	18 224
Investment in joint venture	8 979	4 159	5 604
Receivables	2 282	2 954	2 293
Deferred tax assets	70 361	54 786	58 053
Total non-current assets	471 588	372 915	444 929
Trade and other receivables	45 845	46 037	50 703
Current tax receivable	–	1 333	–
Investments	1 656	1 519	1 591
Cash and cash equivalents	269 521	193 453	258 316
Total current assets	317 022	242 342	310 610
Total assets	788 610	615 257	755 539
EQUITY AND LIABILITIES			
Share capital and premium	548 283	494 026	539 815
Accumulated loss	(163 140)	(218 610)	(182 535)
Equity component of compound financial instrument	–	3 496	–
Other reserves	32 743	40 426	31 832
Equity attributable to owners	417 886	319 338	389 112
Non-controlling interests	65 508	34 501	59 019
Total equity	483 394	353 839	448 131
Lease liability	534	2 505	1 562
Borrowings	4 872	9 409	7 872
Deferred tax liability	22 568	3 279	7 280
Total non-current liabilities	27 974	15 193	16 714
Client open position liability	172 572	156 030	164 930
Borrowings	6 000	60 331	34 822
Lease liability	1 971	1 652	1 806
Current tax payable	1 370	–	2 415
Trade and other payables	89 267	22 794	82 855
Bank overdraft	6 062	5 418	3 866
Total current liabilities	277 242	246 225	290 694
Total equity and liabilities	788 610	615 257	755 539
Net asset value per ordinary share (cents)	35.56	31.79	33.73

CONSOLIDATED STATEMENT OF CASH FLOWS

for the year ended 31 August 2022

	Unaudited six months 28 February 2022 R'000	Unaudited six months 29 February 2021 R'000	Audited 12 months 31 August 2021 R'000
Cash flows generated by operating activities			
Cash generated/(utilised) by operations	62 770	(22 383)	54 735
Tax (paid)/received	(7 488)	–	1 643
Finance income	2 035	429	4 294
Finance costs	(995)	(1 907)	(3 371)
Cash flows generated/(utilised) by operating activities	56 322	(23 861)	57 301
Cash flows from investing activities			
Acquisition of intangible assets	(23 077)	(17 282)	(38 182)
Acquisition of subsidiary - EasyCrypto SA (Pty) Ltd	–	–	1 278
Acquisition of equipment	(63)	(979)	(593)
Repayment from joint venture	–	–	658
Proceeds from sale of investments	–	4 837	6 241
Cash flows utilised in investing activities	(23 140)	(13 424)	(30 598)
Cash flows from financing activities			
Proceeds from the issue of share capital	8 466	12 595	18 268
Repayment of staff loans relating to share options exercised	11	–	661
Dividend paid by EasyCrypto SA (Pty) Ltd	–	–	(1 000)
Repayments of borrowings	(31 822)	(1 400)	(2 936)
Repayments of lease liability	(1 014)	(719)	(1 928)
Cash flows (utilised)/generated by financing activities	(24 359)	10 476	13 065
Net increase/(decrease) in cash and cash equivalents	8 823	(26 809)	39 768
Effect of foreign exchange on cash held	186	(413)	(575)
Cash and cash equivalents at beginning of period	254 450	215 257	215 257
Cash and cash equivalents at the end of the period	263 459	188 035	254 450

IMPACT OF COVID-19

Leading up to the announcement of the lockdown in South Africa on 23 March 2020, all businesses within the Group finalised their plans to ensure all staff members were equipped to work from home. As all our business systems and applications are hosted virtually, the transition from office to home was relatively seamless. At this point in time we have no plans to call staff back to the office, firstly to ensure their safety and secondly all aspects of the business are operating efficiently and effectively from home.

The business has performed various tests of its disaster recovery and business continuity plans, and we are satisfied that these plans are effective and will result in minimum down time in the event of a disaster at our primary hosting site.

The business has continued to deliver significant growth throughout the Covid pandemic and management do not expect this to change.

CONDENSED GROUP STATEMENT OF CHANGES IN EQUITY

for the six months ended 28 February 2022

	Unaudited six months 28 February 2022 R'000	Unaudited six months 29 February 2021 R'000	Audited 12 months 31 August 2021 R'000
Balance at beginning of the period	389 112	297 974	297 974
Shares issued	8 466	12 596	18 268
Debt converted to equity	–	–	27 433
Profit for the period	17 689	8 257	44 332
Share-based payments	726	924	1 680
Foreign currency translation reserve	186	(413)	(575)
Change in ownership – EasyCrypto SA	1 707	–	–
Attributable to owners of the parent	417 886	319 338	389 112
Balance at beginning of the period	59 019	27 535	27 535
Profit for the period	8 196	6 966	28 313
Acquisition of subsidiary	–	–	4 171
Dividends declared and paid	–	–	(1 000)
Change in ownership – EasyCrypto SA	(1 707)	–	–
Non-controlling interest	65 508	34 501	59 019
Total Equity	483 394	353 839	448 131

CONSOLIDATED STATEMENT OF OTHER COMPREHENSIVE INCOME

for the six months ended 28 February 2022

	Unaudited six months 28 February 2022 R'000	Unaudited six months 29 February 2021 R'000	Audited 12 months 31 August 2021 R'000
Profit for the period	25 885	15 223	72 645
Other comprehensive income			
Items that will be reclassified subsequently to profit or loss:			
Foreign currency translation reserve	186	(413)	(575)
Total comprehensive profit	26 071	14 810	72 070
Total comprehensive profit attributable to:			
Owners of the company	17 875	7 844	43 757
Non controlling interest	8 196	6 966	28 313
	26 071	14 810	72 070

Registered office

16th Floor, 25 Owl Street, Braamfontein Werf, 2092

Independent auditors

BDO South Africa Incorporated

Chartered Accountants (SA)

Registered Auditors

Wanderers Office Park, 52 Corlett Drive, Illovo, 2196

Group secretary and transfer secretaries

CTSE Registry Services Proprietary Limited

5th Floor, Block B

The Woodstock Exchange Building

66-68 Albert Road

Woodstock

7925

Sponsor

Deloitte & Touche Sponsor Services Proprietary Limited

Deloitte, 5 Magwa Crescent, Waterfall City, Midrand, 2090

Directors

Mark Barnes

Non-executive Director

Charles Savage

Chief Executive Officer

Gary van Dyk

Chief Financial and Operations Officer

Craig Carter

Independent Non-executive Director

Happy Ntshingila

(Chairman) Independent Non-executive Director

Bonang Mohale

Non-executive Director

Arnold Forman

Independent Non-executive Director

Paul Rutherford

Non-executive Director

Paul Rutherford joined the Board on 1 October 2021.

PURPLE GROUP LIMITED

(Incorporated in the Republic of South Africa)

(Registration number 1998/013637/06)

Share code: PPE

ISIN: ZAE000185526

("Purple Group" or "the Company" or "the Group")

These unaudited results are available on the Company's website:

www.purplegroup.co.za