

CHROMETCO LIMITED

(Incorporated in the Republic of South Africa)

(Registration number 2002/026265/06)

Share code: CMO

ISIN: ZAE007020249

("Chrometco" or "the Company")

**TRADING STATEMENT AND RESTATEMENT OF PRIOR YEAR RESULTS**

In terms of the JSE Limited Listings Requirements, a listed company is required to publish a trading statement as soon as it becomes reasonably certain that the financial results for the next period to be reported on will differ by 20% or more from the financial results for the restated previous corresponding period.

The Company hereby advises that a reasonable degree of certainty exists that for the 12 months ended 29 February 2020:

- headline loss per share will be between -0.97 cents and -1.27 cents, representing a decrease of between 16.32% and 36.32% compared to the restated previous headline loss per share of -1.52 cents reported for the 12 months ended 28 February 2019; and
- loss per share will be between -0.85 cents and -1.55 cents, representing a decrease of between 55.91% and 75.91% compared to the restated previous loss per share of -3.52 cents reported for the 12 months ended 28 February 2019.

Shareholders are advised that the Group's results contain a prior year adjustment and that the comparative balances accordingly differ from those previously reported. The prior year financial statements revenue was understated by R20 million due to a calculation error on consolidation. The material items impacted by this restatement is revenue and taxation.

Below is the impact of the adjustment on the comparative numbers for the year ending 28 February 2019:

| | 2019 Results | 2019 Restated Results | Change % |
|--------------------------------|-------------------------|--------------------------------------|---------------------|
| | R '000 | R '000 | |
| Revenue | 1,307,564 | 1,327,923 | 1.56% |
| Gross profit | 245,889 | 266,248 | 8.28% |
| Loss before tax | (170,005) | (149,646) | (11.98%) |
| Taxation | 16,334 | 11,072 | (32.22%) |
| Loss for the year | (153,671) | (138,574) | (9.82%) |
| Basic loss per share | (3.87) | (3.52) | (9.04%) |
| Diluted loss per share | (3.87) | (3.52) | (9.04%) |
| Headline loss per share | (1.86) | (1.52) | (18.28%) |

Further details will be included in our results announcement on SENS.

The financial information on which this trading statement is based has not been reviewed or reported on by the auditor of the Company. The reviewed results for the 12 months ended 29 February 2020 are expected to be published on or about ~~16~~ July 2020.

Johannesburg
13 July 2020

Designated Advisor
PSG Capital



PSG CAPITAL