



GROUP FINANCIAL RESULTS FOR THE SIX-MONTH PERIOD ENDED 31 DECEMBER 2014

INTRODUCTION

For a more meaningful appreciation of these interim results, shareholders should take the following into account:

- The results presented herein reflect the first six-month trading and reporting period, since the business reorganisation and restructure was implemented effective 1 July 2014.
- In May 2014, the Company's financial year-end was changed from 30 September to 30 June.
- Subsequently, the Group reported unaudited results for the six-month period ended 31 March 2014 and audited results for the nine-month period to 30 June 2014.
- The comparative figures for the subject reporting period are accordingly an aggregate of two consecutive quarterly periods (1 July 2013 to 30 September 2013 and 1 October 2013 to 31 December 2013), each previously included in different reporting periods.
- Given the material divergent trading results in each of the aforesaid quarters, the customary use of comparative numbers for purposes of trends and analysis of income and expenditure are likely to be of marginal value.

		Unaudited six-month period ended 31 December 2014	Unaudited six-month period ended 31 December 2013	Audited nine-month period ended 30 June 2014
Revenue	(R'000)	2 717 083	2 687 084	3 640 780
Gross profit	(R'000)	993 027	968 281	1 139 564
Trading profit/(loss)	(R'000)	217 247	210 706	(7 090)
Non-trading expenses	(R'000)	(16 977)	(66 157)	(967 645)
Operating profit/(loss)	(R'000)	200 270	144 549	(974 735)
Profit/(Loss) for the period before taxation	(R'000)	193 141	134 343	(1 015 967)
Profit/(Loss) for the period attributable to shareholders	(R'000)	141 892	102 387	(965 343)
Weighted average number of shares in issue	'000	168 795	168 483	168 679
Headline earnings/(loss) per share	(cents)	83.8	60.7	(179.5)
Basic earnings/(loss) per share	(cents)	84.1	60.8	(572.3)
Total assets	(R'000)	5 706 302	6 737 198	5 405 842
Net asset value per share	(cents)	1 736.8	2 164.0	1 622.7

FINANCIAL PERFORMANCE

Turnover reached a satisfactory level of R2,7 billion, even with lower volumes in the ARV and tender businesses, also through the discontinuation of certain uneconomic product lines. Gross profit margins were well maintained, generating a gross profit for the period of R993,0 million, which, after well controlled operating costs, yielded a trading profit of R217,2 million. Headline earnings of 83.8 cents per share has been achieved for the period, a distinctly more reassuring start to the year when compared to the Group's immediately preceding reported performance.

DIVIDEND

The Board of directors of Adcock Ingram ("Board") has resolved that notwithstanding the relative improvement in the Group results, no interim dividend in respect of the period ended 31 December 2014 will be declared.

PROSPECTS

The reorganisation and general restructure of the business, including the implementation of a series of corrective measures and actions, has resulted in a more energised workplace instilling greater pride and confidence in staff and management within all of the Group's operating divisions. Notwithstanding the volatile economics and uncertainties in both South African and world markets, the Board is satisfied with the direction and progress made during this reporting period.

Full announcement

The contents of this short-form summary announcement are the responsibility of the Board. Any investment decision should be considered and based on the content of the information contained in the full announcement released on the Stock Exchange News Service on 23 February 2015. The full announcement is also published on the Company's website at www.adcock.com. Copies of the full announcement are available for inspection at the registered office of the Company and may be requested without charge during office hours by phoning +27 11 635 0143.

Sponsor: Deutsche Securities (SA) Proprietary Limited

24 February 2015