

Interwaste Holdings Limited  
(Incorporated in the Republic of South Africa)  
(Registration number 2006/037223/06)  
JSE code: IWE  
ISIN: ZAE000097903  
("the Company")

**CHANGE STATEMENT AND DISCLOSURE IN TERMS OF IAS 34 – INTERIM  
FINANCIAL REPORTING REGARDING THE CONDENSED CONSOLIDATED  
STATEMENT OF CASH FLOWS**

Shareholders are referred to the reviewed provisional condensed consolidated financial statements for the year ended 31 December 2016, the announcement of which was released on SENS on 29 March 2017. Included in those financial statements was a provisional condensed consolidated statement of cash flows for the year ended 31 December 2016. In compliance with IAS 34 – Interim Financial Reporting, please find below the revised and expanded consolidated statement of cash flows for the year ended 31 December 2016.

	Dec 2016 As revised R'000	Dec 2015 Audited R'000
Profit before taxation	64 907	60 398
Adjustments for:		
Depreciation and amortisation	106 769	95 836
Finance costs	31 394	26 481
Finance income	(2 206)	(1 975)
Loss/(profit) on disposal of property, plant and equipment	1 599	(52)
Profit on disposal of compost business	(2 448)	–
Landfill rehabilitation provision	–	3 967
Gain on bargain purchase	–	(1)
Share-based payment transactions	1 156	951
Foreign currency translation	3 905	546
Changes in working capital:		
Increase in trade and other receivables	(12 885)	(3 585)
Decrease in trade and other payables	(18 990)	(7 519)
Decrease in inventories	3 329	5 994
Change in estimate – site rehabilitation cost	997	(1 019)
Cash generated from operations	177 527	180 022
Finance costs paid	(29 526)	(26 481)
Finance income received	2 206	1 975
Tax paid	(9 470)	(16 267)
Net cash inflow from operating activities	140 737	139 249
Cash flows from investing activities		
Purchases of property, plant and equipment	(157 538)	(176 553)
Proceeds on disposal and scrapping of property, plant and equipment	4 725	5 212
Proceeds on disposal of discontinued operations	8 560	–

Non-controlling interest in new subsidiary	–	2
Acquisition of subsidiaries	(2 927)	(3 200)
Net cash outflow on investing activities	(147 180)	(174 539)
Cash flows from financing activities		
Proceeds on issue of share capital	1 165	11 122
Treasury shares acquired	(3 226)	–
Net movement in interest-bearing borrowings	(7 373)	15 955
Interest-bearing borrowings raised	105 410	121 149
Interest-bearing borrowings repaid	(112 783)	(105 194)
Dividends to non-controlling interests	(260)	(539)
Net cash (outflow)/inflow from financing activities	(9 694)	26 538
Total cash movement for the year	(16 137)	(8 752)
Effect of exchange rate fluctuations on cash held	(6 166)	–
Cash and cash equivalents at beginning of year	53 154	61 906
Total cash and cash equivalents at end of year	30 851	53 154

During the course of the audit of the consolidated statement of cash flows for the year ended 31 December 2016, certain changes were made to cash flow classifications which resulted in changes to certain line items, compared to the previously reported reviewed condensed consolidated statement of cash flows for the year ended 31 December 2016 as published on 29 March 2017. These changes are reflected below:

	Dec 2016 Condensed Consolidated Statement of cash flows <i>as previously reported</i> R'000	Dec 2016 Condensed Consolidated Statement of cash flows <i>as revised</i> R'000	Corrections R'000
Net cash inflow from operating activities	137 985	140 737	2 752
Net cash outflow on investing activities	(145 770)	(147 180)	(1 410) <sup>1</sup>
Net cash (outflow)/inflow from financing activities	(8 352)	(9 694)	(1 342) <sup>2</sup>
Total cash movement for the year	(16 137)	(16 137)	–
Effect of exchange rate fluctuations on cash held	(6 166)	(6 166)	–
Cash and cash equivalents at beginning of year	53 154	53 154	–
Total cash and cash equivalents at end of year	30 851	30 851	–

1. The increase in cash outflows from investing activities is due to the correction of a R968 000 overstatement of proceeds of disposal and scrapping of property, plant and equipment. The loss/(profit) on disposal of property, plant and equipment under operating activities also changed by the same amount. Other reclassifications amounting to R442 000 are less predominant.
2. Proceeds from issue of share capital of R1 165 000 and R3 226 000 paid for the acquisition of treasury shares were previously incorrectly classified under cash

flows from operating activities as opposed to cash flows from financing activities.  
Other reclassifications amounting to R721 000 are less predominant.

The independent auditor's review conclusion reached on 29 March 2017 remains unchanged.

18 April 2017  
Johannesburg

Sponsor  
Grindrod Bank