# Notes to the financial statements continued
## for the year ended 30 June 2025

| Company 2025 Rm | Company 2024 Rm | | Group 2025 Rm | Group 2024 Rm |
|---|---|---|---|---|
| | | **7. FINANCE INCOME AND FAIR VALUE GAINS** | | |
| | | Bank interest received | **86** | 74 |
| | | Fair value gains | **2** | – |
| | | Dividends received* | **37** | 46 |
| | | | **125** | 120 |
| | | * *Dividends received has historically been classified as revenue of the Company and has been included in note 3.* | | |
| | | **8. FINANCE COST** | | |
| **–** | – | Bank loans and overdraft | **38** | 47 |
| **–** | | Lease liability finance costs | **38** | 40 |
| **–** | – | Total finance cost | **76** | 87 |
| | | **9. TAXATION** | | |
| | | Current taxation through profit or loss | | |
| **4** | 4 | – Normal tax (South Africa) – current year | **491** | 477 |
| | | – Normal tax (foreign) – current year | **42** | 34 |
| | | – Normal tax – prior year adjustments | **(9)** | (5) |
| | | – Deferred tax (South Africa) – current year | **49** | 70 |
| | | – Deferred tax (foreign) – current year | **2** | (3) |
| | | – Deferred tax (South Africa) – prior year adjustments | **(1)** | 22 |
| | | – Dividend withholding tax | **–** | (1) |
| **4** | 4 | | **574** | 594 |
| | | **Reconciliation of tax rate** | | |
| **27,0** | 27,0 | Standard rate – South Africa | **27,0** | 27,0 |
| | | Adjusted for: | | |
| **(27,0)** | (27,0) | Non-taxable dividend income | **(1,4)** | (1,3) |
| **0,2** | – | Expenses disallowed as a deduction* | **0,5** | 0,8 |
| | | Other differences, including the effects of prior period over/underprovisions and donations tax | **1** | 1,8 |
| **0,2** | – | Effective tax rate | **27,1** | 28,3 |
| | | * *Includes non-deductible share-based payment expenses, expenses attributable to exempt and non-taxable income and expenditure which is capital in nature.* | | |
| | | **10. EARNINGS PER SHARE** | | |
| | | Earnings per share and diluted earnings per share are based on the income attributable to ordinary shareholders of R1 494 million (2024: R1 462 million). | | |
| | | The earnings per share calculations are based on 1 189 757 731 (2024: 1 197 758 483) weighted average number of shares in issue during the period, excluding weighted average treasury shares. | | |
| | | Reconciliation of shares in issue: | | |
| | | – Total number of shares issued | **1 321 654 148** | 1 321 654 148 |
| | | – Shares held by the Italtile Share Incentive Trust | **(9 922 234)** | (9 922 234) |
| | | – Shares held by the Italtile Retention Trust | **(14 995 000)** | (7 966 667) |
| | | – Black economic empowerment treasury shares | **(60 191 961)** | (61 414 168) |
| | | – Shares held by Italtile Ceramics (Pty) Ltd | **(44 127 495)** | (49 876 528) |
| | | – Treasury shares held by the Staff Share Scheme Trust | **(2 673 015)** | (2 737 417) |
| | | Shares in issue to external parties | **1 189 744 443** | 1 189 737 134 |

| Company 2025 Rm | Company 2024 Rm | | Group 2025 Rm | Group 2024 Rm |
|---|---|---|---|---|
| | | **10. EARNINGS PER SHARE** continued | | |
| | | The calculation of diluted earnings per share is based on: | | |
| | | Weighted average number of shares in issue for basic earnings per share | **1 189 757 731** | 1 197 758 483 |
| | | Potentially dilutive ordinary shares resulting from outstanding share-based payment awards per note 6 | **–** | – |
| | | Weighted average number of shares for diluted earnings per share | **1 189 757 731** | 1 197 758 483 |
| | | Earnings per share (cents) | **125,6** | 122,1 |
| | | Diluted earnings per share (cents) | **125,6** | 122,1 |
| | | **11. HEADLINE EARNINGS** | | |
| | | The calculation of headline and diluted headline earnings per share is based on the income attributable to ordinary shareholders – as used in the calculation for basic earnings, adjusted in terms of Circular 1/2019, Headline Earnings. | | |
| | | **Reconciliation of headline earnings (Rm):** | | |
| | | Basic earnings | **1 494** | 1 462 |
| | | (Profit)/loss on sale of property, plant and equipment | **(7)** | 1 |
| | | Gross amount | **(9)** | 1 |
| | | Taxation | **2** | # |
| | | Impairment of plant and equipment | **1** | 11 |
| | | Gross amount | **1** | 15 |
| | | Taxation | **#** | (4) |
| | | Headline earnings | **1 488** | 1 474 |
| | | Headline earnings per share (cents) | **125,1** | 123,0 |
| | | Diluted headline earnings per share (cents) | **125,1** | 123,0 |
| | | **12. DIVIDENDS** | | |
| | | **12.1 Dividends paid in the current year** | | |
| | | Final 2024 – No 116 | | |
| **291** | 278 | Paid 2025: 22 cents per share (2024: 22 cents per share) | **269** | 262 |
| | | Interim 2025 – No 117 | | |
| **370** | 356 | Paid 2025: 28 cents per share (2024: 27 cents per share) | **342** | 301 |
| **–** | – | Special dividend – No 8 | | |
| **1 031** | | Paid 2025: 78 cents per share (2024: nil) | **954** | – |
| **1 692** | 634 | | **1 565** | 563 |
| | | **12.2 Dividends declared in relation to current year profit** | | |
| | | Interim 2025 – No 117 | | |
| **370** | 356 | 28 cents per share (2024: 27 cents per share) | **338** | 301 |
| | | Final 2025 – No 118 | | |
| **291** | 291 | 22 cents per share (2024: 22 cents per share) | **266** | 262 |
| | | Special dividend – No 9 | | |
| **1 295** | 1 031 | 98 cents per share (2024:78 cents per share) | **1 183** | 928 |
| **1 956** | 1 678 | Total – 148 cents per share (2024: 127 cents per share) | **1 787** | 1 491 |

# *Less than R1 million.*