COASTAL FARMERS' CO-OPERATIVE LIMITED
(Registered under the Co-operatives
Amendment Act, No 6 of 2013)

CONSOLIDATED AND SEPARATE ANNUAL FINANCIAL STATEMENTS
for the year ended 30 April 2026

CO-OPERATIVE INFORMATION

Registered address:	2 Flanders Drive Mount Edgecombe 4302
Postal address:	PO Box 1003 Umhlanga Rocks 4320
Auditors:	PricewaterhouseCoopers Inc Durban
Attorneys:	Moore & Associates
Bankers:	Standard Bank Limited FirstRand Bank Limited

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COASTAL FARMERS’ CO-OPERATIVE LIMITED

STATEMENT OF DIRECTORS’ RESPONSIBILITY
for the year ended 30 April 2026

The directors are responsible for the preparation, integrity and fair presentation of the Group financial statements of Coastal Farmers’ Co-operative Limited. The financial statements presented on pages 6 to 25 have been prepared in accordance with the IFRS for SMEs® Accounting Standard (“SMEs Accounting Standard”), and include amounts based on judgements and estimates made by management.

The directors consider that in preparing the Group financial statements they have used the most appropriate accounting policies, consistently applied and supported by reasonable and prudent judgements and estimates, and the SMEs Accounting Standard. The directors are satisfied that the information contained in the Group financial statements fairly presents the results of operations for the year and the financial position of the Group at year end.

The directors have responsibility for ensuring that accounting records are kept. The accounting records should disclose with reasonable accuracy the financial position of the Group to enable the directors to ensure that the Group financial statements comply with the relevant legislation.

Coastal Farmers’ Co-operative Limited operated in a well-established control environment. This incorporates risk management and internal control procedures, which are designed to provide reasonable, but not absolute, assurance that assets are safeguarded and the risks facing the business are being controlled.

The going concern basis has been adopted in preparing the Group financial statements. The directors have no reason to believe that the Group will not be a going concern in the foreseeable future.

The Group's external auditor, PricewaterhouseCoopers Inc, audited the Group financial statements and their report is presented on pages 4 to 5.

Approval of the financial statements

The Group financial statements appearing on pages 7 to 26 were approved by the board on 13 August 2026 in terms of the Co-operatives Act and are signed on its behalf by the assignees nominated below.

Mark Gallagher

M Gallagher
Chairman

John Readman

JE Readman
Deputy Chairman

REPORT OF THE DIRECTORS
for the year ended 30 April 2026

The directors present their report of the Group and Co-operative for the year ended 30 April 2026.

1. Nature of business

The Co-operative is incorporated in the Republic of South Africa and operates as an agricultural retailer and supplier of inputs to primarily the farming community in KwaZulu-Natal. There were no changes in the nature of the business during the year under review.

2. Review of financial position and results

The results of the Group and Co-operative's operations during the year and the state of their affairs under review are set out in the attached financial statements and notes thereto. The results may be summarized as follows:

	Group		Co-operative	
	2026	**2025**	**2026**	**2025**
	R	**R**	**R**	**R**
Revenue	565 183 107	508 439 153	565 183 107	508 439 153
Profit for the year	12 772 491	12 276 098	10 459 841	9 748 516

3. Subsidiary company

Details of the subsidiary are reflected in notes 5 and 22 to the financial statements.

4. Directors and secretary

The current directors of the Co-operative are:

CJ Alexander
JG Chennells
M Gallagher
JE Lusso
ZK Mthethwa
TL Ngidi
L Pillai
JE Readman
MJB Rouillard

The secretary of the Co-operative is D Naidoo, whose business and postal address is:

Business
2 Flanders Drive
Mount Edgecombe
4302

Postal
P O Box 1003
Umhlanga Rocks
4320

5. Directors' interest in contracts

Directors hold interests in contracts, refer to note 22.

6. Going concern

The consolidated and separate annual financial statements have been prepared on the basis of accounting policies applicable to a going concern. This basis presumes that funds will be available to finance future operations and that the realisation of assets and settlement of liabilities, contingent obligations and commitments will occur in the ordinary course of business.

7. Subsequent events

Other than the matter disclosed in note 27, the directors are not aware of any matter or circumstance arising since the end of the financial year to the date of this report that could have a material effect on the financial position of the Group and Co-operative.

Independent auditor's report

To the directors of Coastal Farmers' Co-operative Limited

Report on the audit of the consolidated and separate financial statements

Our opinion

In our opinion, the consolidated and separate financial statements present fairly, in all material respects, the consolidated and separate financial position of Coastal Farmers' Co-operative Limited (the Co-operative) and its subsidiary (together the Group) as at 30 April 2026, and its consolidated and separate financial performance and its consolidated and separate cash flows for the year then ended in accordance with the IFRS for SMEs Accounting Standard and the requirements of the Co-Operatives Act of South Africa.

What we have audited

Coastal Farmers' Co-operative Limited's consolidated and separate financial statements set out on pages 7 to 26 comprise:

- the consolidated and separate statements of financial position as at 30 April 2026;
- the consolidated and separate statements of comprehensive income for the year then ended;
- the consolidated and separate statements of changes in equity for the year then ended;
- the consolidated and separate statements of cash flows for the year then ended; and
- the notes to the financial statements, which include a summary of significant accounting policies.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the consolidated and separate financial statements* section of our report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Independence

We are independent of the Group in accordance with the Independent Regulatory Board for Auditors' *Code of Professional Conduct for Registered Auditors* (IRBA Code) and other independence requirements applicable to performing audits of financial statements in South Africa. We have fulfilled our other ethical responsibilities in accordance with the IRBA Code and in accordance with other ethical requirements applicable to performing audits in South Africa. The IRBA Code is consistent with the corresponding sections of the International Ethics Standards Board for Accountants' *International Code of Ethics for Professional Accountants (including International Independence Standards).*

Other information

The directors are responsible for the other information. The other information comprises the information included in the document(s) titled "Coastal Farmers Co-operative Limited (Registered under the Co-operatives Amendment Act, No 6 of 2013) Consolidated and Separate Annual Financial Statements for the year ended 30 April 2026". The other information does not include the consolidated or the separate financial statements and our auditor's report thereon.

Our opinion on the consolidated and separate financial statements does not cover the other information and we do not express an audit opinion or any form of assurance conclusion thereon.

In connection with our audit of the consolidated and separate financial statements, our responsibility is to read the other information identified above and, in doing so, consider whether the other information is materially inconsistent with the consolidated and separate financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of the directors for the consolidated and separate financial statements

The directors are responsible for the preparation and fair presentation of the consolidated and separate financial statements in accordance with the IFRS for SMEs Accounting Standard and the requirements of the Co-Operatives Act of South Africa, and for such internal control as the directors determine is necessary to enable the preparation of consolidated and separate financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated and separate financial statements, the directors are responsible for assessing the Group's and the Co-operative's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Group and/or the Co-operative or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the consolidated and separate financial statements

Our objectives are to obtain reasonable assurance about whether the consolidated and separate financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated and separate financial statements.

As part of an audit in accordance with ISAs, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated and separate financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group's and the Co-operative's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's and the Co-operative's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated and separate financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group and/or Co-operative to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the consolidated and separate financial statements, including the disclosures, and whether the consolidated and separate financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Plan and perform the group audit to obtain sufficient appropriate audit evidence regarding the financial information of the entities or business units within the Group as a basis for forming an opinion on the consolidated financial statements. We are responsible for the direction, supervision and review of the audit work performed for purposes of the group audit. We remain solely responsible for our audit opinion.

We communicate with the directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Report on other legal and regulatory requirements

Co-Operatives Act

In accordance with our responsibility in terms of Regulation 31(1)(a) published in accordance with section 95 of the Co-Operatives Act of South Africa we report that a certificate by the directors as required by Regulation 31(1)(a) was submitted by the Co-operative.

PricewaterhouseCoopers Inc.

PricewaterhouseCoopers Inc.
Director: EAS Mulla
Registered Auditor
Durban, South Africa
18 August 2026

COASTAL FARMERS' CO-OPERATIVE LIMITED

STATEMENTS OF FINANCIAL POSITION
as at 30 April 2026

	Notes	Group 2026 R	Group 2025 R	Co-operative 2026 R	Co-operative 2025 R
ASSETS					
Non-current assets					
Property, plant and equipment	3	**74 401 964**	72 639 416	**58 200 422**	57 465 334
Intangible assets	4	**5 392 592**	6 231 281	**5 392 592**	6 231 281
Investment in subsidiary	5	**-**	-	**1**	1
Loan receivable		**550 000**	550 000	**550 000**	550 000
Deferred tax assets	23	**3 999 472**	4 269 069	**3 999 472**	4 269 069
		84 344 028	83 689 766	**68 142 487**	68 515 685
Current assets					
Inventories	6	**67 007 016**	62 974 771	**67 007 016**	62 974 771
Trade and other receivables	7	**187 249 484**	176 929 139	**187 249 484**	176 929 139
Cash and cash equivalents	8	**12 818 817**	540 647	**12 618 136**	467 203
Current income tax asset		**144 656**	709 849	**142 319**	672 562
		267 219 973	241 154 406	**267 016 955**	241 043 675
Total assets		**351 564 001**	324 844 172	**335 159 442**	309 559 360
EQUITY					
Reserves attributable to members of the Co-operative					
Reserves		**212 763 921**	199 991 430	**173 870 043**	163 410 202
		212 763 921	199 991 430	**173 870 043**	163 410 202
LIABILITIES					
Non-current liabilities					
Deferred tax liabilities	23	**1 988 332**	1 988 332	**-**	-
Employee benefit obligations	24	**789 103**	1 893 613	**789 103**	1 893 613
		2 777 435	3 881 945	**789 103**	1 893 613
Current liabilities					
Trade and other payables	10	**136 022 645**	109 163 335	**135 961 493**	109 106 196
Borrowings	11	**-**	11 807 462	**-**	11 807 462
Loan from subsidiary	22	**-**	-	**24 538 803**	23 341 887
		136 022 645	120 970 797	**160 500 296**	144 255 545
Total liabilities		**138 800 080**	124 852 742	**161 289 399**	146 149 158
Total equity and liabilities		**351 564 001**	324 844 172	**335 159 442**	309 559 360

COASTAL FARMERS' CO-OPERATIVE LIMITED

STATEMENTS OF COMPREHENSIVE INCOME
for the year ended 30 April 2026

	Notes	Group 2026 R	Group 2025 R	Co-operative 2026 R	Co-operative 2025 R
Sales	**12**	**529 974 200**	477 076 082	**529 974 200**	477 076 082
Discounts and similar income		**56 516 626**	68 457 256	**56 516 626**	68 457 256
Settlement distributions to members		**(21 307 719)**	(37 094 185)	**(21 307 719)**	(37 094 185)
Revenue		**565 183 107**	508 439 153	**565 183 107**	508 439 153
Cost of sales		**(467 579 044)**	(423 214 147)	**(467 579 044)**	(423 214 147)
Gross profit		**97 604 063**	85 225 006	**97 604 063**	85 225 006
Operating expenses		**(94 898 400)**	(83 372 615)	**(96 608 025)**	(85 237 623)
Other income		**2 060 229**	1 697 914	**2 126 229**	1 757 914
Operating profit	**13**	**4 765 892**	3 550 304	**3 122 267**	1 745 296
Finance income	**14**	**12 783 298**	13 416 095	**12 782 150**	13 415 926
Finance cost	**15**	**(45 342)**	(136 233)	**(1 568 583)**	(1 793 497)
Profit before income tax		**17 503 848**	16 830 166	**14 335 834**	13 367 725
Taxation	**18**	**(4 731 357)**	(4 554 068)	**(3 875 993)**	(3 619 209)
Total profit and other comprehensive income for the year		**12 772 491**	12 276 098	**10 459 841**	9 748 516

COASTAL FARMERS' CO-OPERATIVE LIMITED

STATEMENTS OF CHANGES IN EQUITY
for the year ended 30 April 2026

	Group		Co-operative	
	2026	**2025**	**2026**	**2025**
	R	**R**	**R**	**R**
Reserves				
Balance at beginning of year	**199 991 430**	187 715 332	**163 410 202**	153 661 686
Total profit and other comprehensive income for the year	**12 772 491**	12 276 098	**10 459 841**	9 748 516
Balance at end of year	**212 763 921**	199 991 430	**173 870 043**	163 410 202

COASTAL FARMERS' CO-OPERATIVE LIMITED

STATEMENTS OF CASH FLOWS
for the year ended 30 April 2026

		Group		Co-operative	
		2026	2025	2026	2025
	Notes	R	R	R	R
Cash flows from operating activities					
Cash generated from operations	25	**20 712 243**	2 248 803	**18 586 818**	362 234
Interest received	14	**12 783 298**	13 416 095	**12 782 150**	13 415 926
Interest paid	15	**(45 342)**	(136 233)	**(45 342)**	(136 233)
Income tax paid		**(3 892 409)**	(4 373 750)	**(3 071 996)**	(3 406 675)
Net cash inflow from operating activities		**29 557 789**	11 154 915	**28 251 630**	10 235 252
Cash flows from investing activities					
Acquisition of property, plant and equipment	3	**(5 472 157)**	(5 691 888)	**(4 293 235)**	(4 598 884)
Proceeds on disposal of property, plant and equipment		**-**	503 771	**-**	503 771
Net cash outflow from investing activities		**(5 472 157)**	(5 188 117)	**(4 293 235)**	(4 095 113)
Cash flows from financing activities					
Loans advanced by subsidiary		**-**	-	**1 100 000**	1 850 000
Loans repaid to subsidiary		**-**	-	**(1 000 000)**	(1 996 690)
Net cash inflow from financing activities		**-**	-	**-**	(146 690)
Net increase in cash and cash equivalents		**24 085 632**	5 966 798	**23 958 395**	5 993 449
Cash and cash equivalents at beginning of year		**(11 266 815)**	(17 233 613)	**(11 340 259)**	(17 333 728)
Cash and cash equivalents at end of year	8	**12 818 817**	(11 266 815)	**12 618 136**	(11 340 259)

1. Summary of significant accounting policies

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented.

1.1 Basis of preparation

The consolidated (Group) and separate (Co-operative) financial statements have been prepared in accordance with the IFRS for SMEs Accounting Standard (SMEs Accounting Standard) issued by the International Accounting Standards Board (IASB) and in the manner required by the Co-operatives Act.

The financial statements have been prepared under the historical cost convention unless otherwise stated in accounting policies below. They are presented in South African Rands.

The preparation of financial statements in conformity with the SMEs Accounting Standard requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the group's accounting policies. Areas involving a higher degree of judgement or complexity, or areas where assumptions and estimations are significant to the consolidated financial statements, are disclosed in note 1.17.

1.2 Consolidation

Subsidiary undertakings are all entities over which the group has the power to govern the financial and operating policies so as to obtain benefits from its activities, generally accompanying a shareholding of more than one half of the voting rights. Subsidiaries are consolidated from the date on which control is transferred to the group and are de-consolidated from the date that control ceases. All intercompany transactions, balances and recognised surpluses and deficits on transactions between group companies have been eliminated.

1.3 Property, plant and equipment

Property, plant and equipment is stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

The group adds to the carrying amount of an item of property, plant and equipment the cost of replacing parts of such an item when that cost is incurred if the replacement part is expected to provide incremental future benefits to the group. The carrying amount of the replaced part is derecognised. All other repairs and maintenance are charged to profit or loss during the period in which they are incurred.

Land is not depreciated. Depreciation on other assets is charged so as to allocate the cost of assets less their residual value over their estimated useful lives, using the straight-line method.

The estimated useful lives range as follows:

Buildings	50 years
Office equipment	5 – 15 years
Motor vehicles	4 – 5 years

The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, if there is an indication of a significant change since the last reporting date.

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in the statement of comprehensive income.

1.4 Intangible assets

An intangible asset is recognised when:

- It is probable that the expected future economic benefits that are attributable to the asset will flow to the entity; and
- The cost of the asset can be measured reliably.

Intangible assets are initially recognised at cost.

Expenditure on research (or from development phase of an internal project) is recognised as an expense when it is incurred.

An intangible asset arising from development (or from the development phase of an internal project) is recognised when:

- It is technically feasible to complete the asset so that it will be available for use or sale,
- There is an intention to complete and use or sell it,
- There is an ability to use or sell it,
- It will generate probable future economic benefits,
- There are available technical, financial and other resources to complete the development and to use or sell the asset,
- The expenditure attributable to the asset during its development can be measured reliably.

Intangible assets are carried at cost less any accumulated amortisation and any impairment losses.

An intangible asset is regarded as having an indefinite useful life when, based on all relevant factors, there is no foreseeable limit to the period over which the asset is expected to generate net cash inflows. Amortisation is provided for on a straight-line basis over their useful life, as follows:

Item	Average useful life
Computer software	10 years

The amortisation period and the amortisation method for intangible assets are reviewed every period-end.

Reassessing the useful life of an intangible asset with a finite useful life after it was classified as indefinite is an indicator that the asset may be impaired. As a result, the asset is tested for impairment and the remaining carrying amount is amortised over its useful life.

1.5 Leases

Leases in which substantially all the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases (net of any incentives received from the lessor) are charged to the statement of comprehensive income on a straight-line basis over the period of the lease.

1.6 Inventories

Inventories are valued at the lower of cost and net realizable value, with costs determined on the weighted average basis.

Net realizable value is the estimated selling price in the ordinary course of business, less applicable variable selling expenses.

1.7 Cash and cash equivalents

Cash and cash equivalents are initially stated at fair value, and subsequently carried at amortised cost which is deemed to be fair value. Cash and cash equivalents include cash on hand, deposits held at call with banks, other short term highly liquid investments with original maturities of three months or less and bank overdrafts. Bank overdrafts are shown in borrowings on the statement of financial position.

1.8 Current and deferred income tax

The tax expense for the period comprises current and deferred tax. Tax is recognised in profit or loss, except that a change attributable to an item of income or expense recognised as other comprehensive income is also recognised directly in other comprehensive income.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the reporting date.

Deferred income tax is recognised on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the consolidated financial statements and on unused tax losses or tax credits in the group. Deferred income tax is determined using tax rates and laws that have been enacted or substantively enacted by the reporting date.

Deferred income tax assets are recognised to the extent that it is probable that future taxable profit will be available against which the temporary differences can be recognised.

1.9 Trade receivables

Trade receivables are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for impairment of trade receivables is established when there is objective evidence that the group will not be able to collect all amounts due according to the original terms of the receivables.

1.10 Trade and other payables

Trade payables are recognized initially at the transaction price and subsequently measured at amortized cost using the effective interest method.

1.11 Provisions

Provisions are recognised when the group has a present legal or constructive obligation as a result of past events; it is probable that a transfer of economic benefits will be required to settle the obligation; and the amount can be reliably estimated. Provisions are not recognised for future operating losses.

1.12 Employee benefit obligations

Pension obligations

The group has defined contribution plans. A defined contribution plan is a pension plan under which the group pays fixed contributions into a separate entity and has no legal or constructive obligations to pay further contributions if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

For defined contribution plans, the group pays contributions to publicly or privately administered pension insurance plans on a mandatory or contractual basis. The contributions are recognised as employee benefit expense when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as an asset.

Long term employee benefits

The group has provided for long service awards in terms of company policy, being the present value of the future liability based on years' service rendered. The expense has been recognised in profit or loss.

The group recognises a liability and an expense for bonuses and profit sharing based on a formula that takes into consideration the net profit of the entity before tax after certain adjustments.

The group recognises a provision where contractually obliged or where there is a past practice that has created a constructive obligation.

1.13 Impairment of non-financial assets

Assets that are subject to depreciation are assessed at each reporting date to determine whether there is any indication that the assets are impaired. Where there is any indication that an asset may be impaired, the carrying value of the asset is tested for impairment. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less costs to sell and value in use. Non-financial assets other than goodwill that suffered an impairment are reviewed for possible reversal of the impairment at each reporting date.

1.14 Borrowings

Borrowings are recognised initially at the transaction price (that is, the present value of cash payable to the bank, including transaction costs). Borrowings are subsequently stated at amortised cost. Interest expense is recognised on the basis of the effective interest method and is included in finance costs.

Borrowings are classified as current liabilities unless the group has an unconditional right to defer settlement of the liability for at least 12 months after the reporting date.

1.15 Share capital

Prior to the approval of the new Constitution, members' interest in the co-operative is classified as equity.
Under the new Constitution, the Co-operative does not have any members interest.

1.16 Financial instruments

Financial instruments at amortised cost

Financial instruments may be designated to be measured at amortised cost less any impairment using the effective interest method. These include trade and other receivables, loans and trade and other payables. At the end of each reporting period date, the carrying amounts of assets held in this category are reviewed to determine whether there is any objective evidence of impairment. If so, an impairment loss is recognised in profit and loss. Financial assets (or a portion thereof) are derecognised when the rights to receive cash flows from the asset have expired or have been transferred and the group has substantially transferred all risks and rewards of ownership. The group derecognises financial liabilities when, and only when, the group obligations are discharged, cancelled or they expire.

1.17 Key sources of estimation uncertainty

The group makes estimates and assumptions concerning the future. The resulting accounting estimates will, by definition, seldom equal the related actual results. The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are disclosed below.

(a) Collectability of receivables

The group manages the aging of receivables and applies judgement in determining whether a trade receivable is uncollectible and accounted for as stated in note 1.8.

(b) Long term employee benefits

The group makes use of experience and assumptions in determining the obligation at year end for long term service awards.

(c) Fixed asset useful lives

The group makes use of experience and assumptions when determining the useful lives of assets. These are in accordance with industry standards

1.18 Revenue recognition

Revenue comprises the fair value of the consideration received or receivable for the sale of goods and services in the ordinary course of the Co-operative's activities. Revenue is shown net of value-added tax, estimated returns, rebates and discounts.

The co-operative recognises revenue when: the amount of revenue can be reliably measured; it is probable that future economic benefits will flow to the entity; and specific criteria have been met for each of the co-operative's activities, as described below.

Sales of goods
Sales of goods are recognised when the Co-operative has delivered products to the customer, the customer has accepted the products and collectability of the related receivables is reasonably assured. It is the co-operative's policy to sell its products to the end customer with a right of return. Accumulated experience is used to estimate and provide for such returns at the time of sale.

Discounts and similar income
Commission earned on agency transactions and consignment sales are measured at the fair value of the commission receivable and are recognised when the risks and rewards of ownership of the goods pass to the purchaser. Discounts from suppliers for early settlement are measured at their fair value and recognised as revenue when the outstanding amounts are settled in accordance with the supplier terms.

1.19 Transaction value

Due to the varied nature of the business dealings with its customers the co-operative discloses transaction values. These represent the gross value of discount-based transactions and sales of own stock.

1.20 Finance income

Finance income is recognised using the effective interest rate method.

2. New Standards and Interpretations

2.1 Standards and amendments not yet effective

The Group and Co-operative have chosen not to early adopt the following standards and amendments, which have been published and are mandatory for the Group and Co-operative's accounting period beginning on 01 May 2027:

Standard/ Amendment	Expected impact:
• Section 2 *Concepts and Pervasive Principles*	Unlikely there will be a material impact
• Section 7 *Statement of Cash Flows*	Unlikely there will be a material impact
• Section 9 *Consolidated and Separate Financial Statements*	Unlikely there will be a material impact
• Section 11 *Basic Financial Instruments*	Unlikely there will be a material impact
• Section 12 *Fair Value Measurement*	No impact expected
• Section 19 *Business Combinations and Goodwill*	No impact expected
• Section 23 *Revenue*	Impact is currently being assessed

3 Property, plant and equipment

	Freehold land and buildings	Motor vehicles	Office equipment	Total
	R	R	R	R
Group				
Year ended 30 April 2026				
Opening net book value	64 480 398	2 902 894	5 256 124	72 639 416
Additions	3 191 352	-	2 280 805	5 472 157
Disposals	(49 634)	-	(42 714)	(92 348)
Depreciation charge	(879 761)	(1 004 702)	(1 732 798)	(3 617 261)
Net book value at end of year	**66 742 355**	**1 898 192**	**5 761 417**	**74 401 964**
At 30 April 2026				
Cost	76 502 159	5 167 712	15 177 758	96 847 628
Accumulated depreciation	(9 759 804)	(3 269 520)	(9 416 340)	(22 445 664)
Net book value at end of year	**66 742 355**	**1 898 192**	**5 761 417**	**74 401 964**
Year ended 30 April 2025				
Opening net book value	62 474 890	3 194 550	5 031 585	70 701 025
Additions	2 916 819	781 955	1 993 114	5 691 888
Disposals	(36 993)	-	(189 725)	(226 718)
Depreciation charge	(874 318)	(1 073 611)	(1 578 850)	(3 526 779)
Net book value at end of year	**64 480 398**	**2 902 894**	**5 256 124**	**72 639 416**
At 30 April 2025				
Cost	73 360 441	5 167 712	13 230 982	91 759 135
Accumulated depreciation	(8 880 043)	(2 264 818)	(7 974 858)	(19 119 719)
Net book value at end of year	**64 480 398**	**2 902 894**	**5 256 124**	**72 639 416**

Depreciation expense at R3 617 261 (2025: R3 526 779) has been charged in "operating expenses".

3 Property, plant and equipment (continued)

	Freehold land and buildings	Motor vehicles	Office equipment	Total
	R	R	R	R
Co-operative				
Year ended 30 April 2026				
Opening net book value	50 326 453	2 902 894	4 235 987	57 465 334
Additions	3 191 352	-	1 101 883	4 293 235
Disposals	(49 634)	-	(42 714)	(92 347)
Depreciation	(879 761)	(1 004 702)	(1 581 337)	(3 465 800)
Net book value at end of year	**52 588 410**	**1 898 192**	**3 713 819**	**58 200 422**
At 30 April 2026				
Cost	62 311 812	5 167 712	12 905 832	80 385 356
Accumulated depreciation	(9 723 402)	(3 269 520)	(9 192 012)	(22 184 934)
Net book value at end of year	**52 588 410**	**1 898 192**	**3 713 820**	**58 200 422**
Year ended 30 April 2025				
Opening net book value	48 320 945	3 194 550	5 031 585	56 547 080
Additions	2 916 819	781 955	900 110	4 598 884
Disposals	(36 993)	-	(189 725)	(226 718)
Depreciation	(874 318)	(1 073 611)	(1 505 983)	(3 453 912)
Net book value at end of year	**50 326 453**	**2 902 894**	**4 235 987**	**57 465 334**
At 30 April 2025				
Cost	59 188 925	5 167 712	12 137 978	76 494 615
Accumulated depreciation	(8 862 472)	(2 264 818)	(7 901 991)	(19 029 281)
Net book value at end of year	**50 326 453**	**2 902 894**	**4 235 987**	**57 465 334**

Depreciation expense at R3 465 800 (2025: R3 453 912) has been charged in "operating expenses".

A register containing the details of the freehold land is available for inspection at the registered office.

4 Intangible Assets

Group and Co-operative

	Computer software R	Total R
Movement for the year ended 30 April 2026		
Opening net book value	6 231 281	6 231 281
Additions	-	-
Amortisation	(838 690)	(838 690)
Net book value at end of year	**5 392 592**	**5 392 592**
Balance as at 30 April 2026		
Cost	8 386 897	8 386 897
Accumulated Amortisation	(2 994 306)	(2 994 306)
Net book value at end of year	**5 392 592**	**5 392 592**
Balance as at 30 April 2025		
Cost	8 386 897	8 386 897
Accumulated Amortisation	(2 155 616)	(2 155 616)
Net book value at end of year	**6 231 281**	**6 231 281**

Amortisation expense at R838 690 (2025: R838 690) has been charged in "operating expenses".

5 Investment in subsidiary

	Group 2026 R	Group 2025 R	Co-operative 2026 R	Co-operative 2025 R
Flanders Drive Proprietary Limited				
Shares at cost (100%)	**-**	-	**1**	1
Amount owing to subsidiary	**-**	-	**(24 538 803)**	(23 341 887)
	-	-	**(24 538 803)**	(23 341 886)

The loan owing to the subsidiary bears interest at Coastal Farmers call account rate of 6.30% (2025: 7.05%) per annum, is unsecured and has no fixed terms of repayment.

	Group 2026 R	Group 2025 R	Co-operative 2026 R	Co-operative 2025 R
6 Inventories				
Inventory comprises merchandise held for resale	**67 007 016**	62 974 771	**67 007 016**	62 974 771

The cost of inventories recognised as an expense for the Group and Co-operative amounted to R467 579 044 (2025: R423 214 147).

Refer to Note 21 for details of inventory pledged as security for borrowings.

7 Trade and other receivables

	Group 2026 R	Group 2025 R	Co-operative 2026 R	Co-operative 2025 R
Trade receivables				
Members	**195 202 520**	183 758 515	**195 202 520**	183 758 515
Non-members	**14 210 526**	14 186 799	**14 210 526**	14 186 799
	209 413 046	197 945 314	**209 413 046**	197 945 314
Less: Provision for impairment	**(22 627 845)**	(21 282 741)	**(22 627 845)**	(21 282 741)
	186 785 201	176 662 573	**186 785 201**	176 662 573
VAT receivable	**204 910**	-	**204 910**	-
Other receivables	**259 373**	266 566	**259 373**	266 566
	187 249 484	176 929 139	**187 249 484**	176 929 139

Trade receivables comprises primarily of members' debts in respect of fertilizer, chemicals, fuel, feed and other sales. These amounts are subject to the Co-operative's standard credit terms and are due within a maximum of 30 day or 60 days (fuel : 30 days) to qualify for member discounts. Interest is charged on these accounts after 60 days (fuel : 30 days).

The trade receivables balance is subject to unrestricted cession in favour of Standard Bank. Refer to note 21 for details.

The fair value of receivables approximates the carrying value.

8 Cash and cash equivalents

	Group 2026 R	Group 2025 R	Co-operative 2026 R	Co-operative 2025 R
Cash at bank and on hand	**12 818 817**	540 647	**12 618 136**	467 203
For the purpose of the statement of cash flows the year-end cash and cash equivalents comprise the following:				
Cash and cash equivalents	**12 818 817**	540 647	**12 618 136**	467 203
Bank overdraft (note 11)	**-**	(11 807 462)	**-**	(11 807 462)
	12 818 817	(11 266 815)	**12 618 136**	(11 340 259)

Included in cash and cash equivalents balance is an amount of R113 753 (2025: R106 587) relating to a call account held at Standard Bank. This represents deposits held by Coastal Farmers' Co-operative Limited on behalf of members.

Refer to note 21 for details regarding bank facilities held by the Co-operative.

	Group 2026 R	Group 2025 R	Co-operative 2026 R	Co-operative 2025 R

9 Share capital

Upon the adoption of the new constitution by the Co-operative in 2020, which indicated the Co-operative issues no shares, all previously held share capital was refunded to its members. There has been no changes to the constitution during the year, with no shares being in issue as at financial reporting date.

10 Trade and other payables

	Group 2026 R	Group 2025 R	Co-operative 2026 R	Co-operative 2025 R
Trade payables	**123 378 531**	94 537 272	**123 378 531**	94 537 272
Other payables and accruals	**7 458 820**	8 624 934	**7 397 668**	8 567 795
Short term portion of employee benefit obligations (note 24)	**5 185 294**	6 001 129	**5 185 294**	6 001 129
	136 022 645	109 163 335	**135 961 493**	109 106 196

Accounts payable are predominantly due within 30 days. The fair value of accounts payable approximates the carrying value.

Included in the trade payables balance is an amount of R113 753 (2025: R106 587) relating the corresponding liability to the call account held at Standard Bank. Refer to note 8.

11 Short-term borrowings

	Group 2026 R	Group 2025 R	Co-operative 2026 R	Co-operative 2025 R
Bank overdraft (refer note 8)	**-**	11 807 462	**-**	11 807 462

Refer to note 21 for details of the bank facilities.

12 Transaction value

	Group 2026 R	Group 2025 R	Co-operative 2026 R	Co-operative 2025 R
Sales of own stock	**529 974 200**	477 076 082	**529 974 200**	477 076 082
Gross value of discount-based transactions	**1 109 142 504**	1 039 926 880	**1 109 142 504**	1 039 926 880
	1 639 116 704	1 517 002 962	**1 639 116 704**	1 517 002 962
Cost of sale of own stock	**467 579 044**	423 214 147	**467 579 044**	423 214 147

	Group 2026 R	Group 2025 R	Co-operative 2026 R	Co-operative 2025 R
13 Operating profit				
The following items have been (credited)/ charged in arriving at operating profit before interest:				
Cost of inventories recognized as an expense	**467 579 044**	423 214 147	**467 579 044**	423 214 147
Profit on disposal of property, plant and equipment	**(88 189)**	(277 053)	**(88 189)**	(277 053)
Amortisation of intangible assets	**838 690**	838 690	**838 690**	838 690
Auditors' remuneration				
- audit	**1 211 497**	1 141 000	**1 181 900**	1 115 000
- Prior year over/ (under) provision	**(8 248)**	25 276	**(8 248)**	25 276
- expenses	**20 000**	20 000	**20 000**	20 000
Bad debt expense	**9 085 579**	2 620 993	**9 085 579**	2 620 993
Increase/ (Decrease) in doubtful debt provision	**1 344 904**	(1 083 882)	**1 344 904**	(1 083 882)
Bad debt recovered	**(4 944)**	-	**(4 944)**	-
Depreciation charge	**3 617 261**	3 526 779	**3 465 800**	3 453 912
Operating lease expense	**1 735 504**	1 667 575	**4 750 972**	4 567 063
Staff costs	**56 589 132**	55 107 760	**56 589 132**	55 107 760
14 Finance income				
Accounts receivable	**9 873 559**	10 504 960	**9 873 559**	10 504 960
Other	**2 909 739**	2 911 135	**2 908 591**	2 910 966
	12 783 298	13 416 095	**12 782 150**	13 415 926
15 Finance cost				
Bank	**45 342**	136 233	**45 342**	136 233
Subsidiary	**-**	-	**1 523 241**	1 657 264
	45 342	136 233	**1 568 583**	1 793 497
16 Directors' remuneration				
Fees	**1 312 560**	1 196 925	**1 312 560**	1 196 925
Reimbursed allowances	**91 872**	77 544	**91 872**	77 544
	1 404 432	1 274 469	**1 404 432**	1 274 469
17 Staff costs				
Salaries and wages	**50 133 324**	48 814 799	**50 133 324**	48 814 799
Retirement benefit costs	**6 171 255**	5 918 439	**6 171 255**	5 918 439
Other	**284 553**	374 522	**284 553**	374 522
	56 589 132	55 107 760	**56 589 132**	55 107 760

	Group 2026 R	Group 2025 R	Co-operative 2026 R	Co-operative 2025 R
18 Income tax expense				
Taxation expense comprises the following amounts:				
Current tax	**4 461 760**	4 139 304	**3 606 396**	3 204 445
Deferred tax	**269 597**	414 764	**269 597**	414 764
	4 731 357	4 554 068	**3 875 993**	3 619 209
Reconciliation of tax charge:				
Profit before income tax	**17 503 848**	16 830 166	**14 335 834**	13 367 725
Tax at the applicable tax rate of 27% (2025: 27%)	**4 726 039**	4 544 145	**3 870 675**	3 609 286
Prior year under provision of deferred tax	**5 318**	9 923	**5 318**	9 923
Tax charge	**4 731 357**	4 554 068	**3 875 993**	3 619 209
¶ Effective rate	**27%**	27%	**27%**	27%

19 Lease commitments

The Co-operative leases various retail outlets under non-cancellable operating lease agreements.

The lease terms are between 3 and 5 years. The majority of lease agreements are renewable at the end of the lease period at market rate.

The future minimum lease commitments under non-cancellable leases are as follows:

	Group 2026 R	Group 2025 R	Co-operative 2026 R	Co-operative 2025 R
Operating leases				
- Not later than one year	**601 188**	758 882	**601 188**	758 882
- Later than one year but not later than five years	**484 178**	1 085 366	**484 178**	1 085 366

20 Retirement benefit information

The Co-operative provides retirement benefits to its permanent employees by contributing to a defined contribution pension fund. Membership of the pension fund is compulsory for all permanent employees. The fund is registered in terms of the Pension Funds Act, No. 24 of 1956.

21 Bank facilities

In terms of certain loan facilities granted to, and guarantees issued on behalf of the Co-operative, the Co-operative has ceded to the Standard Bank of South Africa the following collateral:

a) Guarantee limited to R85,000,000 by Flanders Drive (Pty) Ltd.
b) Unrestricted cession of book debts;
c) Unrestricted cession of insurance policy including SASRIA cover;
d) Notarial general bond for R70 000 000 over stocks and loose assets;
e) Negative pledge not to encumber further assets without the bank's prior knowledge.
f) First Continuing Covering Mortgage Bond for R20,000,000 over 2 Flanders Drive, Mount Edgecombe.
g) Unlimited suretyship incorporating cession of loan account by Flanders Drive (Pty) Ltd.
h) Unrestricted pledge of call deposit account(s).

At year end the total facility available to the Co-operative was R50 000 000 (2025: R50 000 000), with a further temporary facility of R30 000 000 (2025: R30 000 000) at each month end, of which R nil (2025: R11 807 462) was utilised. In addition, the Co-operative had a guarantee facility of R99 400 of which R99 400 (2025: R99 400) had been utilized at year end.

22 Related party transactions

The directors of the Co-operative purchase goods from the Co-operative on the same terms and conditions as all other members. During the year the total transaction value with directors amounted to R77 614 753 (2025: R72 368 655), being 5% (2025: 5%) of the total transaction value of the Co-operative, and balances outstanding at 30 April 2026 from directors amounted to R3 302 629 (2025: R4 665 485).

The Directors may sell goods to the Co-operative on the same terms and conditions as other suppliers. During the year purchases from Directors amounted to R240 972 (2025: R537 898).

Relationships

Wholly owned subsidiary	Flanders Drive Proprietary Limited
Related party through common directorship	Coastal Farmers' Foundation Trust

	Co-operative 2026 R	2025 R
Related party balances		
Flanders Drive Proprietary Limited:		
Loan payable	**(24 538 803)**	(23 341 887)
Related party transactions		
Flanders Drive Proprietary Limited:		
Rental expense	**(3 015 468)**	(2 899 488)
Administration fee received	**66 000**	60 000
Interest expense	**(1 523 241)**	(1 657 264)
Coastal Farmers Foundation Trust:		
Donations	**(225 000)**	(225 000)
Directors' remuneration (refer note 16)	**(1 404 432)**	(1 274 469)

	Group 2026 R	Group 2025 R	Co-operative 2026 R	Co-operative 2025 R
23 Deferred taxation liability/(asset)				
At beginning of year	**(2 280 737)**	(2 695 501)	**(4 269 069)**	(4 683 833)
Statement of comprehensive income charge	**269 597**	414 764	**269 597**	414 764
Attributable to:				
Current year charge	**269 597**	414 764	**269 597**	414 764
At end of year	**(2 011 140)**	(2 280 737)	**(3 999 472)**	(4 269 069)
Included in:				
Non-current assets	**(3 999 472)**	(4 269 069)	**(3 999 472)**	(4 269 069)
Non-current liabilities	**1 988 332**	1 988 332	**-**	-
	(2 011 140)	(2 280 737)	**(3 999 472)**	(4 269 069)
Analyzed as follows:				
Accelerated tax depreciation	**2 385 646**	2 098 072	**2 385 646**	2 098 072
Deemed cost adjustment	**4 414 093**	4 474 238	**2 425 761**	2 485 906
Straight lining of leases	**(17 162)**	(14 723)	**(17 162)**	(14 723)
Provisions	**(7 851 661)**	(8 052 552)	**(7 851 661)**	(8 052 552)
Income received in advance	**(942 056)**	(785 772)	**(942 056)**	(785 772)
Balance at end of year	**(2 011 140)**	(2 280 737)	**(3 999 472)**	(4 269 069)

As the group does not have a legally enforceable right to offset deferred tax assets of the Co-operative with deferred tax liabilities of the subsidiary, these are not offset.

	Group 2026 R	Group 2025 R	Co-operative 2026 R	Co-operative 2025 R
24 Employee benefit obligations				
At beginning of year	**7 894 742**	7 468 506	**7 894 742**	7 468 506
Charged to profit or loss:				
- Movement during the year	**(1 920 345)**	426 236	**(1 920 345)**	426 236
At end of year	**5 974 397**	7 894 742	**5 974 397**	7 894 742
Included in:				
Non-current liabilities	**789 103**	1 893 613	**789 103**	1 893 613
Current liabilities	**5 185 294**	6 001 129	**5 185 294**	6 001 129
	5 974 397	7 894 742	**5 974 397**	7 894 742

The group has recognised a provision for future employee benefits to be paid in accordance with the group's policy.

25 Cash generated from/ (utilised in) operating activities

	Group 2026 R	Group 2025 R	Co-operative 2026 R	Co-operative 2025 R
Profit before tax	**17 503 848**	16 830 166	**14 335 834**	13 367 725
Adjusted for:				
Interest paid	**45 342**	136 233	**45 342**	136 233
Interest received	**(12 783 298)**	(12 783 298)	**(12 782 150)**	(12 782 150)
Non-cash items				
Depreciation	**3 617 261**	3 617 261	**3 465 800**	3 453 912
Amortisation	**838 690**	838 690	**838 690**	838 690
Interest paid	**-**	-	**1 523 241**	1 657 264
(Profit)/ loss on disposal on property, plant and equipment	**88 189**	(277 053)	**88 189**	(277 053)
Long term employee benefits	**(1 920 345)**	(1 688 858)	**(1 920 345)**	(1 688 858)
Related party transactions	**-**	-	**(326 325)**	-
Movements in current assets and liabilities				
Inventories	**(4 032 245)**	(847 260)	**(4 032 245)**	(847 260)
Trade and other receivables	**(10 320 345)**	29 243 084	**(10 320 345)**	29 243 084
Trade and other payables	**27 675 146**	(32 026 883)	**27 671 132**	(32 105 577)
	20 712 243	2 248 803	**18 586 818**	362 234

26 Going concern

The consolidated and separate annual financial statements have been prepared on the basis of accounting policies applicable to a going concern. This basis presumes that funds will be available to finance future operations and that the realisation of assets and settlement of liabilities, contingent obligations and commitments will occur in the ordinary course of business.

27 Subsequent events

In December 2025, the co-operative instituted litigation against a debtor for an overdue debt, which was fully provided for at 30 April 2026. A settlement agreement was concluded in early June and payment in terms of the agreement was received on 30 June 2026, after the reporting date. As this event arose after year end, no adjustment has been made to the 2026 financial statements. The recovery will be recognised in the 2027 financial statements.

The directors are not aware of any other matter or circumstance arising since the end of the financial year to the date of this report that could have a material effect on the financial position of the Group and Co-operative.