



MATERIAL RISKS

FOR THE YEAR ENDING 31 MARCH 2024

A high-level description of all immediately identifiable material risks which are specific to the group and the industries in which it operates are listed below:

- Risk of deterioration in economic environment in South Africa, including:
 - policy uncertainty as a result of the new coalition government that has been formed following the May 2024 general elections;
 - continuation of electricity supply constraints and load-shedding affecting business confidence and resulting in additional costs of business for subsidiary companies;
 - negative effects of South Africa remaining on the grey list of countries by The Financial Action Task Force (FATF) due to its structural deficiencies in combating money laundering, terrorism financing and illicit financial flows; and
 - geopolitical tensions with the United States of America and European Union given South Africa's ties with Russia via BRICS.
- Policy uncertainty/regulatory changes:
 - compliance with changing Broad-Based Black Economic Empowerment (B-BBEE) and Employment Equity regulations;
 - compliance with beneficial ownership disclosure regulations in relation to Anti-Money Laundering and Combating Terrorism Financing legislation;
 - finalisation of digital terrestrial television migration;
 - changes in tobacco legislation impacting the casino industry; and
 - oil and gas exploration rights in South Africa.
- Societal and business risks relevant to the group:
 - political and social unrest in South Africa;
 - robberies and assaults on buses;
 - unrest affecting mining operations and bus transport;
 - unreliable and costly utilities due to load-shedding and water shortages;
 - commodity price risk for coal, oil and palladium; and
 - cyber and information-related risk.