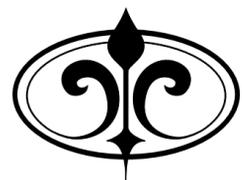


"CROUCH. TOUCH. PAUSE. ENGAGE"

UNAUDITED RESULTS FOR THE SIX MONTHS ENDED 31 AUGUST 2007



PSG GROUP LIMITED

CONDENSED GROUP INCOME STATEMENTS

	31 Aug 2007	Change %	31 Aug 2006	28 Feb 2007
	Rm		Rm	Rm
Income				
Investment income and net fair value gains on financial instruments	420,8	37,2	306,8	811,1
Commission and other fee income	380,5	54,6	246,1	594,7
Sales from non-financial operations (note 3)	836,9			
Other operating income	38,7	(8,9)	42,5	57,2
Total income	1 676,9		595,4	1 463,0
Expenses				
Operating and other expenses	408,6		222,9	563,7
Cost of sales of non-financial operations (note 3)	751,7			
Total expenses	1 160,3		222,9	563,7
Net income from operating activities	516,6	38,7	372,5	899,3
Finance costs	(25,2)		(8,2)	(40,2)
Share of profits of associated companies	97,3		(2,7)	124,8
Net income before taxation	588,7	62,8	361,6	983,9
Taxation	(113,8)		(70,6)	(147,6)
Net income of the group	474,9	63,2	291,0	836,3
Attributable to:				
Minority interests	172,6		38,7	144,3
Equity holders of the company	302,3		252,3	692,0
	474,9		291,0	836,3
Attributable to equity holders of the company	302,3	19,8	252,3	692,0
Non-headline items (note 4)	(10,1)		10,5	(40,6)
Headline earnings	292,2	11,2	262,8	651,4
Earnings per share (cents)				
- attributable	191,8	(18,6)	235,6	551,7
- headline	185,4	(24,4)	245,4	519,3
- diluted attributable	188,9	(17,4)	228,8	538,8
- diluted headline	182,6	(23,4)	238,3	507,1
Dividend per share (cents)				
- interim	32,5		26,0	26,0
- final				64,0
	32,5	25,0	26,0	90,0
Number of shares (million)				
- in issue (net of treasury shares)	169,4		132,8	149,8
- weighted average	157,6		107,1	125,4

CONDENSED GROUP BALANCE SHEETS

	31 Aug 2007	31 Aug 2006	28 Feb 2007
	Rm	Rm	Rm
Assets			
Property, plant and equipment	44,0	16,7	40,1
Intangible assets	667,9	556,6	648,9
Investments in associated companies (note 5)	2 817,8	918,5	1 104,9
Financial assets	1 547,7	1 472,9	1 756,0
Deferred income tax	14,3	21,9	34,1
Receivables and inventories	443,2	102,4	493,4
Cash and cash equivalents	657,6	76,2	1 340,8
Total assets	6 192,5	3 165,2	5 418,2
Equity			
Ordinary shareholders' equity	3 103,2	1 710,5	2 373,0
Minority interests	1 866,2	701,2	1 692,6
Total equity	4 969,4	2 411,7	4 065,6
Liabilities			
Financial liabilities	572,6	353,5	693,6
Deferred income tax	130,0	88,0	112,6
Payables and provisions	389,0	244,7	457,4
Current income tax liabilities	131,5	67,3	89,0
Total liabilities	1 223,1	753,5	1 352,6
Total equity and liabilities	6 192,5	3 165,2	5 418,2
Net asset value per share (cents)	1 832	1 288	1 585
Net tangible asset value per share (cents)	1 438	869	1 151
CONDENSED GROUP CASH FLOW STATEMENTS			
	31 Aug 2007	31 Aug 2006	28 Feb 2007
	Rm	Rm	Rm
Cash generated by operations	148,1	99,0	302,4
Net change in financial instruments	(250,1)	(6,7)	(184,8)
Net cash flow from operating activities	(102,0)	92,3	117,6
Net cash flow from investment activities	(382,6)	(319,7)	(328,7)
Net cash flow from financing activities	(157,4)	69,7	1 259,8
Net (decrease)/increase in cash and cash equivalents	(642,0)	(157,7)	1 048,7
Cash and cash equivalents at beginning of period	967,1	(81,6)	(81,6)
Cash and cash equivalents at end of period*	325,1	(239,3)	967,1
*Include bank overdrafts and CFD financing facilities of	332,5	315,5	373,7

CONTRIBUTION TO HEADLINE EARNINGS

	Headline earnings			Number of shares	Net assets		
	31 Aug 2007	31 Aug 2006	28 Feb 2007		31 Aug 2007	31 Aug 2006	28 Feb 2007
	Rm	Rm	Rm	m	Rm	Rm	Rm
Recurring headline earnings	123,2	48,8	147,9		2 601,2	1 070,4	1 926,1
Capitec Bank	26,8	2,0	19,1	28,6	1 175,6	571,3	607,3
PSG Konsult	29,4	22,4	46,5	531,7	283,1	125,6	282,7
PSG Fund Management	10,5	6,6	15,3		54,8	48,6	43,8
Channel Life	2,7	0,5	7,0	110,5	126,6	73,2	117,7
Quince Capital	9,7				325,9		
Paladin Capital and other private equity	23,7	22,3	42,0		197,6	58,1	157,6
Zeder Investments and agri investments							
Dividends and equity accounted earnings	7,5	3,2	10,1	202,6	277,5		
Management fee earned by PSG	7,0		4,7				
PSG Corporate Services					160,1	193,6	717,0
Dividends from investments	2,4	0,3	3,6				
BEE funding	16,3	0,4	19,9				
Net operating costs	(12,8)	(8,9)	(20,3)				
Non-recurring headline earnings	195,7	227,6	562,1		1 274,0	1 249,6	1 256,0
Marked-to-market profits/(losses)							
Quince Capital	2,4						
Paladin Capital (Thembeke)	27,9	20,2	63,2		241,9	166,9	210,1
Zeder Investments and agri investments	52,6	(17,5)	40,2		244,6	395,2	468,6
PSG Corporate Services							
JSE Ltd	2,3	227,9	425,4			416,7	164,1
Other investments	110,5	16,0	52,3		737,4	199,4	363,1
Other							
m Cubed Holdings		(19,0)	(19,0)	218,0	50,1	71,4	50,1
Perpetual prefs and borrowings	(27,4)	(22,6)	(47,3)		(792,3)	(647,2)	(828,6)
Interest rate hedge	17,6	10,1	(5,0)		12,7	10,1	(5,0)
Secondary tax on companies	(16,9)	(1,1)	(6,3)		7,6	27,6	24,5
Total headline earnings	292,2	262,8	651,4		3 103,2	1 710,5	2 373,0
Statistics							
Recurring HEPS (cents)	78,1	45,5	117,9				
Growth in recurring headline earnings	152,5%						
Growth in recurring HEPS	71,7%						

CONDENSED STATEMENTS OF CHANGES IN OWNERS' EQUITY

	31 Aug 2007	31 Aug 2006	28 Feb 2007
	Rm	Rm	Rm
Ordinary shareholders' equity at beginning of period	2 373,0	719,3	719,3
Shares issued	551,2	1 030,2	1 352,3
Repurchase of shares		(288,6)	(289,4)
Net movement in treasury shares	(28,5)	4,1	(58,9)
Movement in non-distributable reserves	3,8	48,1	3,5
Revaluation of associated company			46,8
Net income for period	302,3	252,3	692,0
Ordinary dividend paid	(98,6)	(54,9)	(92,6)
Ordinary shareholders' equity at end of period	3 103,2	1 710,5	2 373,0
Minority interests	1 866,2	701,2	1 692,6
Beginning of period	1 692,6	548,7	548,7
Net income for period	172,6	38,7	144,3
Net movement on acquisition/disposal of subsidiaries		18,3	129,7
Capital reduction by subsidiary	(6,6)		(4,2)
Additional contributions	32,4	19,9	833,8
Other movements			0,3
Issue of preference shares by a subsidiary		94,8	94,8
Preference dividend paid	(24,8)	(19,2)	(54,8)
Total equity at end of period	4 969,4	2 411,7	4 065,6

NOTES

1. Basis of presentation and accounting policies

The condensed interim consolidated financial statements are prepared in accordance with IAS 34 - Interim Financial Reporting and the accounting policies conform to IFRS. The accounting policies applied in the preparation of the interim consolidated financial statements are consistent with the policies in the previous year.

2. Recurring headline earnings

We have previously reported on base headline earnings in order to indicate our focus on annuity income. This concept has now been improved and simplified to recurring headline earnings as shown in the Contribution to Headline Earnings table.

3. Non-financial operations

The sales and cost of sales figures from non-financial operations relate to CIC Holdings Limited, a company which operates in the FMCG sector in Southern Africa. PSG Group Limited, through Paladin Capital Limited, holds a 58,2% interest in this company.

4. Non-headline items

	31 Aug 2007	31 Aug 2006	28 Feb 2007
	Rm	Rm	Rm
Impairment of investments		(21,2)	(21,2)
Net profit on sale of subsidiaries and minority interests		7,4	28,1
Net profit on sale of associated companies	5,4	4,5	4,6
Investment activities	0,6		2,0
Non-headline items of associated companies	6,2		24,6
Profit/(loss) before taxation	12,2	(9,3)	38,1
Taxation	(0,8)	(1,2)	3,7
Profit/(loss) after taxation	11,4	(10,5)	41,8
Attributable to minorities	(1,3)		(1,2)
	10,1	(10,5)	40,6

5. Investments in associated companies

	31 Aug 2007	31 Aug 2006	28 Feb 2007
	Rm	Rm	Rm
Carrying value			
- listed	1 070,8	408,1	470,8
- unlisted	1 747,0	510,4	634,1
	2 817,8	918,5	1 104,9
Market and directors' valuation			
- listed	1 162,5	488,9	612,2
- unlisted	1 915,0	627,7	832,7
	3 077,5	1 116,6	1 444,9

6. Commitments

Contingent liability in respect of risk sharing		15,0	
Operating lease commitments	141,5	22,1	24,6

7. PSG Financial Services Limited

The company is a wholly owned subsidiary of PSG Group Limited, except for the 5,5 million preference shares which are listed on the JSE Limited. No consolidated interim results are presented for the company as the relevant information for the company and PSG Group Limited is identical, the company being the only asset of PSG Group Limited.

- Recurring headline earnings increased by 71,7% to 78,1 cents per share
- Headline earnings decreased by 24,4% to 185,4 cents per share
- Interim dividend increased by 25% to 32,5 cents per share
- Net asset value increased by 42,2% to 1 832 cents per share

COMMENTARY

REVIEW OF RESULTS

On a comparable basis, headline earnings per share for the six months ended 31 August 2007 decreased by 24,4% from 245,4 cents per share to 185,4 cents per share. This decrease was anticipated and communicated and follows the realisation of PSG's interest in the JSE Limited. Recurring headline earnings per share (as set out in the Contribution to Headline Earnings table) increased by 71,7% from 45,5 cents per share to 78,1 cents per share.

The increase in PSG's recurring headline earnings base is testimony to the success of Project Growth, with the Group becoming less sensitive to volatile equity markets.

Our subsidiaries and associated companies are all well established and operate as profitable independent units. They provide the Group with a diversified exposure to the South African economy, which we believe will continue to experience strong growth.

CORPORATE ACTION

Increase of shareholding in Capitec Bank Holdings Limited

Effective June 2007, PSG obtained SARB approval to and increased its shareholding in Capitec from 18,3% to 34,9% through a share swap whereby 1,4545 PSG shares were issued for every Capitec share held. PSG acquired 13,5 million shares in Capitec and issued 19,7 million new PSG shares for a total consideration of R552 million. Capitec is PSG's largest investment.

Acquisition of Alternative Channel Limited

Subject to approval by the necessary regulatory agencies, PSG has acquired 80% in Alternative Channel, an insurance company that offers linked investment products. Management will own the other 20%. The company will expand the services currently offered by the PSG Wealth Cluster.

REVIEW OF OPERATIONS

Capitec Bank Holdings Limited (34,9%)

Capitec's results for the six months ended 31 August 2007 were published on 27 September 2007, and are available on the company's website at www.capitec.co.za. Capitec increased its headline earnings per share by 15% and delivered a return on equity of 21%.

PSG Konsult Limited (73,6%)

Following the integration of businesses acquired during 2006, headline earnings increased by 108,6% to R39,9 million during the period under review.

Funds under administration increased to R50 billion (Aug 2006: R23 billion) and PSG Konsult now has 452 (Aug 2006: 397) financial planners and stockbrokers operating from 183 (Aug 2006: 168) offices throughout Southern Africa.

PSG Konsult is in the process of establishing an office in London and has recently acquired a small financial services company in the United Kingdom. Together with our recently launched offshore stockbroking capabilities we can now offer an international service to our clients.

PSG Konsult's results announcement for the period ended 31 August 2007 is available on its website at www.psgkonsult.co.za.

PSG Fund Management Holdings (Pty) Limited (96,9%)

PSG Fund Management's assets under administration increased to R19 billion including assets under management of R13,4 billion, a 10,4% and 14,4% increase respectively in the past six months. Net fund inflows for the period under review amounted to R1,7 billion.

The increase in assets, coupled with contained overhead costs, resulted in the company increasing its headline earnings by 60% to R10,8 million for the six months ended 31 August 2007.

Channel Life Limited (34,4%)

Channel Life continued its growth in new business over the six months until 30 June 2007, with the broker business performing well. Profit after tax for the period to June 2007 was R22,3 million, whilst headline earnings was R8 million.

Modest profit growth is expected over the shorter term whilst the marketing drive continues.

Quince Capital Holdings Limited (39,7%)

Quince Capital, the niche financing joint venture with Reunert, was launched on 2 May 2007, with PSG equity accounting its results as from that date having obtained a 39,7% interest for R315 million. The Nashua financing book has subsequently grown to R1,6 billion and is in the final stages of being securitised. The acquisition of ZS Rational (property bridging finance) is awaiting Competition Commission approval.

Paladin Capital Limited (90,3%)

The headline earnings of Paladin has increased significantly as the performance of all the investee companies in the portfolio was above expectation, with