



4SIGHT HOLDINGS LIMITED
(Incorporated in the Republic
of Mauritius)
(Registration number: C148335 C1/GBL)
(**"4Sight"** or **"the Company"** or **"the Group"**)
ISIN Code: MU0557S00001 JSE Code: 4SI

**REVIEWED CONDENSED CONSOLIDATED PROVISIONAL FINANCIAL RESULTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

GROUP AND FINANCIAL HIGHLIGHTS

The Board of Directors is pleased to present the financial results for the year ended 31 December 2021. The Group has continued to deliver on the resilient performance demonstrated in the 2020 financial year despite the impact of the COVID-19 pandemic in South Africa during the period.

FINANCIAL SUMMARY

4Sight is pleased to share the following financial highlights in ZAR terms:

- Increase in revenue by 12.9%
- Increase in gross profit by 3.6%
- Increase in normalised earnings by 0.8%
- Increase in basic earnings per share from ZAR 1.329 cents per share to ZAR 1.695 cents per share
- Improvement of debt-to-equity ratio to 36.4%
- Increase in net asset value by 3.5%

REVENUE INCREASE

There was a 12.9% increase in revenue compared to the same period in 2020 demonstrating the strength of the diversified growth profile.

- The dual "Go to Market" approach has had a positive and significant impact on performance, comprising a direct model, targeting Tier 1 and Tier 2 customers and an indirect model, enabling over 600 partners to take 4Sight's offerings to market.
- Supporting this statement is the change in business model from 2020 to a "customer- and partner-first thinking" – a tailored approach to ensure that we are meeting our customers' and partners' needs and are providing the appropriate interface, with a subject matter expert at the right time.
- 4Sight has 4 distinctive Clusters and key for the Group is to ensure that industry and domain skills are maintained in the marketing and sales teams to support the unique solutions offered.
- We utilise and scale the offerings and synergies from across our Clusters to create and maintain a competitive advantage for 4Sight. Our cross-selling strategy utilises Key Account Management principles to obtain maximum value and wallet share from the customer and

partner base, while building long-term relationships and roadmaps for digital transformation and decision making.

- 4Sight continues to invest in Intellectual Property building innovative solutions and know how to differentiate our offerings and deliver a more complete end-to-end solution for our customers and partners.

ADDITIONAL SALIENT POINTS:

- 4Sight sustained normalised earnings compared to last year, notwithstanding the challenge regarding additional investment to retain and increase its talent pool of skilled and scarce resources. With remote working on the rise, we see more and more global companies targeting the South African market for skills.
 - 4Sight continues to focus on achieving a 70/30 revenue split, 70% being annuity based, with the Company currently tracking well on 53% remaining focussed on achieving its target. Most of the OEMs such as Microsoft, Sage and Acumatica now strongly supporting a subscription-based model, as well as 4Sights's own IP solutions also being available via subscription, which enables customers to adopt a flexible OPEX model.
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CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

Figures in ZAR	Notes	Reviewed year ended 31 December 2021	Audited year ended 31 December 2020 (Restated)*
Continuing operations			
Revenue	1	576 812 211	511 072 203
Cost of sales		(300 563 066)	(244 429 930)
Gross profit		276 249 145	266 642 273
Other net income		5 209 846	80 813 250
Operating expenses		(270 075 138)	(329 481 245)
Operating profit		11 383 853	17 974 278
Investment income		1 345 940	1 766 682
Finance costs		(1 215 731)	(2 329 164)
Income from equity accounted investments		395 199	33 834
Profit before taxation		11 909 261	17 445 630
Taxation		12 145	3 206 352
Profit from continuing operations		11 921 406	20 651 982
Loss from discontinued operations		-	(4 763 896)
Profit for the year		11 921 406	15 888 086
Unrealised exchange differences on translating foreign operations		(6 700)	(166 611)
Other comprehensive loss for the year net of taxation		(6 700)	(166 611)
Total comprehensive profit for the year		11 914 706	15 721 475
Profit attributable to:		11 921 406	15 888 086
- Owners of the parent		11 172 205	10 572 366
- Non-controlling interest		749 201	5 315 720
Total comprehensive profit for the year attributable to:		11 914 706	15 721 475
- Owners of the parent		11 165 505	10 405 755
- Non-controlling interest		749 201	5 315 720
Profit attributable to owners of the parent		11 172 205	10 572 366
- From continuing operations		11 172 205	19 318 713
- From discontinued operations		-	(8 746 347)
Profit attributable to non-controlling interest		749 201	5 315 720
- From continuing operations		749 201	1 333 269
- From discontinued operations		-	3 982 451

Per share information:		ZAR Cents	ZAR Cents
Earnings per share (c)		1.70	1.33
Diluted earnings per share (c)		1.70	1.21
Headline earnings per share (c)	2	1.76	1.45
Diluted headline earnings per share (c)	2	1.76	1.32
Weighted average number of shares in issue		659 031 529	795 289 345
Fully diluted weighted average number of shares in issue		659 031 529	876 557 114
From continuing operations		ZAR Cents	ZAR Cents
Earnings per share (c)		1.70	2.43
Diluted earnings per share (c)		1.70	2.20
Headline earnings per share (c)	2	1.76	2.93
Diluted headline earnings per share (c)	2	1.76	2.66
From discontinued operations		ZAR Cents	ZAR Cents
Loss per share (c)		-	(1.10)
Diluted loss per share (c)		-	(1.00)
Headline loss per share (c)	2	-	(1.47)
Diluted loss per share (c)	2	-	(1.34)

**Prior year restated as a result of the change in presentation currency from US\$ to ZAR (refer to basis of preparation for more information) and correction of prior period error (Note 15)*

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

Figures in ZAR	Notes	Reviewed As at 31 December 2021	Audited As at 31 December 2020 (Restated)*	Audited As at 31 December 2019 (Restated)*
ASSETS				
Non-Current Assets				
Property, plant and equipment		31 007 496	31 403 507	39 553 055
Goodwill		178 200 064	178 200 064	179 336 135
Intangible assets		37 912 832	34 625 949	76 524 639
Deferred tax		16 427 194	13 134 522	13 519 345
Investment in associates		555 808	160 610	3 630 539
Other financial assets		-	-	1 535 000
Current Assets		160 248 723	153 544 912	205 664 993
Inventories		2 459 889	1 271 056	1 536 127
Trade and other receivables	3	95 419 701	80 244 563	142 243 959
Contract assets		-	-	3 462 626
Other financial assets		200 000	369 016	2 657 331
Current tax receivable		3 697 393	5 391 736	4 030 842
Cash and cash equivalents		58 471 740	66 268 541	51 734 108
Total Assets		424 352 117	411 069 564	519 763 706
EQUITY AND LIABILITIES				
Equity				
Equity attributable to Equity Holders of Parent				
Share capital		273 987 961	228 408 875	817 852 423
Reserves		(24 094)	533 744 550	(43 341 954)
Retained earnings (Accumulated loss)		35 139 440	(464 024 199)	(428 688 977)
Attributable to equity holders of the parent		309 103 307	298 129 226	345 821 492
Non-controlling interest		2 831 023	3 278 280	(1 943 043)
Total Equity		311 934 330	301 407 506	343 878 449
Liabilities				
Non-Current Liabilities				
Other financial liabilities	4	11 637 186	13 658 397	21 059 657
Deferred taxation		11 492	2 067 702	3 297 492
Current Liabilities		100 769 109	93 935 959	151 528 108
Trade and other payables		97 814 922	87 078 894	84 647 412
Other financial liabilities	4	2 667 984	6 739 938	61 733 942
Contract liabilities		-	-	4 173 636
Current tax payable		286 203	117 127	973 118
Total Liabilities		112 417 787	109 662 058	175 885 257
Total Equity and Liabilities		424 352 117	411 069 564	519 763 706

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

Figures in ZAR	Share Capital	Foreign Currency Translation Reserve	Non-Distributable Reserves	Retained Income	Total attributable to equity holders of the Group	Non-controlling interest	Total Equity
Restated balance at 31 December 2019	817 852 423	1 853 226	(45 195 180)	(428 688 977)	345 821 492	(1 943 043)	343 878 449
Profit for the year	-	-	-	10 572 366	10 572 366	5 315 720	15 888 086
Other comprehensive loss	-	(166 611)	-	-	(166 611)	-	(166 611)
Restated total comprehensive income/(loss) for the year	-	(166 611)	-	10 572 366	10 405 755	5 315 720	15 721 475
Issue of shares	40 981 544	-	-	-	40 981 544	-	40 981 544
Restatement of state capital	(533 761 944)	-	533 761 944	-	-	-	-
Cancellation of treasury shares	(297 000)	-	-	-	(297 000)	-	(297 000)
Disposal of subsidiary operations	(96 366 148)	(1 704 009)	45 195 180	(45 810 433)	(98 685 410)	(191 552)	(98 876 962)
Change in interest without losing control	-	-	-	(97 155)	(97 155)	97 155	-
Restated balance at 31 December 2020	228 408 875	(17 394)	533 761 944	(464 024 199)	298 129 226	3 278 280	301 407 506
Profit for the year	-	-	-	11 172 205	11 172 205	749 201	11 921 406
Other comprehensive loss	-	(6 700)	-	-	(6 700)	-	(6 700)
Total comprehensive income for the year	-	(6 700)	-	11 172 205	11 165 505	749 201	11 914 706
Restructure of equity	45 579 086	-	(533 761 944)	488 182 858	-	-	-
Dividends Paid	-	-	-	-	-	(1 387 882)	(1 387 882)
Change in interest without losing control	-	-	-	(191 424)	(191 424)	191 424	-
Balance at 31 December 2021	273 987 961	(24 094)	-	35 139 440	309 103 307	2 831 023	311 934 330

CONSOLIDATED STATEMENT OF CASH FLOWS

	Reviewed year ended 31 December 2021	Audited year ended 31 December 2020 (Restated)*
Figures in ZAR		
Cash flows from operating activities		
Cash generated from operations	4 278 326	48 207 470
Investment income	1 345 940	2 302 455
Finance costs	(938 041)	(172 789)
Tax paid	(3 255 736)	(7 646 315)
Dividends Paid	(1 387 882)	-
Net cash generated from operating activities	42 607	42 690 821
Cash flows from investing activities		
Purchase of property, plant and equipment	(1 561 862)	(3 759 289)
Proceeds on disposal of property, plant and equipment	58 883	2 786 147
Purchase or development of intangible assets	(4 340 243)	(8 528 863)
Proceeds from other financial assets	169 016	2 169 681
Cash acquired (forfeited through business combinations)	469 944	(3 935 516)
Cash forfeited on disposal of company	-	(11 022 044)
Net cash used in investing activities	(5 204 262)	(22 289 884)
Cash flows from financing activities		
Repayments of other financial liabilities	(2 645 361)	(6 298 415)
Cash flows (used in) from financing activities	(2 645 361)	(6 298 415)
Total cash movement for the period	(7 807 018)	14 102 522
Total cash at the beginning of the period	66 268 541	51 734 108
Foreign currency translation	10 217	431 911
Total cash at end of the period	58 471 740	66 268 541

BASIS OF PREPARATION AND ACCOUNTING POLICIES

The condensed consolidated financial statements are prepared in accordance with the requirements of the JSE Limited ("JSE") Listings Requirements for provisional reports and the requirements of the Companies Act of Mauritius. The Listings Requirements require provisional reports to be prepared in accordance with the framework concepts and the measurement and recognition requirements of International Financial Reporting Standards (IFRS) and the SAICA Financial Reporting Guides as issued by the Accounting Practices Committee and Financial Pronouncements as issued by Financial Reporting Standards Council and to also, as a minimum, contain the information required by IAS 34 Interim Financial Reporting.

The condensed consolidated financial statements are prepared in accordance with the going concern principle under the historical cost basis as modified by the fair value accounting of certain assets and liabilities where required or permitted by IFRS.

These condensed consolidated financial statements should be read in conjunction with the Group's latest consolidated annual financial statements as at and for the year ended 31 December 2020 and do not include all the information required for a complete set of IFRS financial statements.

Explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Group's financial position and performance since the previous annual financial statements.

The condensed consolidated financial statements were prepared by the corporate reporting staff and supervised by Eric van der Merwe, the Group's Financial Director, and were approved by the board of directors on 25 March 2022.

The directors of 4Sight ("the Board") take full responsibility for the preparation of the condensed consolidated financial statements.

The condensed consolidated financial statements are presented in South African ZAR, which is the Company's functional currency.

ACCOUNTING POLICIES, ESTIMATES AND JUDGEMENTS

The accounting policies applied in the preparation of the condensed consolidated financial statements are in terms of IFRS and are consistent with those applied in the previous consolidated annual financial statements, except for the change in presentation currency as disclosed in the latter part of this section.

The preparation of the condensed consolidated financial statements requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses.

The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgements about carrying values of the assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised and in any future periods affected.

Change in functional currency of the ultimate Holding Company and reporting currency of the Group

Following the adoption of the special resolution on 7 January 2021 to re-domicile the operations of the holding company (4Sight Holdings Limited) from Mauritius to South Africa, coupled with the ever-continuing transition of the primary economic environment in which the holding company operates from US\$ to ZAR, the holding company's functional currency has effectively changed from US\$ to ZAR, with effect from 1 January 2021.

As a change in the functional currency is applied prospectively in accordance with the requirements of IAS 8 and IAS 21, the conversion of US\$ denominated results of the holding company was affected on 1 January 2021, with the same rate of exchange being applied retrospectively in relation to the change in reporting currency.

Following from the fact that ZAR is the predominant reporting currency used within the Group, coupled with the fact that the Group's shareholder base is now largely comprised of South African investors to whom financial reporting in US\$ is of limited relevance and the Board also bases its performance evaluation and many investment decisions on ZAR financial information, the Group changed its presentation currency from US\$ to ZAR from 1 January 2021, with retrospective application of comparative figures according to IAS 8 and IAS 21.

The Board therefore believes that the ZAR financial reporting provides more relevant presentation of the Group's financial position, funding and treasury functions, financial performance and its cash flows.

A change in presentation currency represents a change in an accounting policy in terms of IAS 8 Accounting Policies, Changes in Accounting Estimates and Errors requiring the restatement of comparative information. In accordance with IAS 21 the Effects of Changes in Foreign Exchange Rates, the following methodology was followed in restating historical financial information from USD into ZAR:

- Non-ZAR assets and liabilities were translated at the relevant closing exchange rate at the end of the reporting period;
- Non-ZAR items of income and expenditure and cash flows were translated at actual transaction date exchange rates;
- Share capital and premium and other reserves of the holding company, as appropriate, were translated at the exchange rate prevailing on 1 January 2021, the date on which the change in functional currency had become effective; and
- The effects of translating the Group's financial results and financial position into ZAR were recognised in the foreign currency translation reserve.

Although actual transaction date exchange rates were used to translate previously reported US\$ earnings and cash flows into ZAR, the Group has provided the average exchange rates of its major trading currencies relative to ZAR as an approximation for these rates for reference in the table below. The closing exchange rates of the Group's major trading currencies relative to ZAR, used

when translating the statements of financial position presented in this release into ZAR, are also detailed in the table below.

	December 2021		December 2020		December 2019	
	Closing Rate	Average Rate	Closing Rate	Average Rate	Closing Rate	Average Rate
US Dollar	15.9195	14.7839	14.6485	16.4686	14.0489	14.4452

AUDITORS' REVIEW OPINION

These condensed consolidated financial statements for the year ended 31 December 2021 have been reviewed by Nexia SAB&T, who have expressed an unmodified review conclusion. The review was performed in accordance with ISRE 2410 'Review of Interim Financial Information Performed by the Independent Auditor of the Entity'.

The auditors' review report is available for inspection at the Company's registered office.

The auditors' review report does not necessarily report on all of the information contained in this announcement. Shareholders are therefore advised that in order to obtain a full understanding of the nature of the auditor's engagement, they should obtain a copy of the auditors' review report together with the accompanying financial information from the company's registered office.

THE 4SIGHT BUSINESS IN THE CURRENT ECONOMY

Overview

4Sight is a public company which was incorporated on 28 June 2017 in accordance with the laws of the Republic of Mauritius, specifically for the listing of the Group on the JSE Alternative Exchange on 19 October 2017 (ticker: 4SI).

RESULTS COMMENTARY

Revenue from operations increased by 12.9% to ZAR 576.8 million from ZAR 511.1 million compared to the prior period. Revenue excluding consulting revenue increased by 22.7% from ZAR 302.5 million to ZAR 371.2 million which contributed to the increase in the cost of sales by 23.0% from ZAR 244.4 million to ZAR 300.6 million.

Gross profit increased by 3.6% from ZAR 266.6 million to ZAR 276.2 million and the gross profit margin decreased to 47.9% in December 2021 compared to 52.2% in December 2020.

The decline in other income of ZAR 75.6 million includes ZAR 69.0 million relating to Employment Tax Incentives ("ETI") recovered, foreign exchange gains of ZAR 11.1 million on deferred vendor liabilities settled in the prior period and the profit of R3.1 million on the disposal of a subsidiary.

The total operating expenses for continuing operations for the period decreased to ZAR 270.1 million (2020: ZAR 329.4 million), being a decrease of 18.0% compared to the prior year. Excluding the impact of the ETI from the operating expenses, operating expenses would have increased by 1.7% over the period.

NOTES TO THE REVIEWED CONDENSED CONSOLIDATED PROVISIONAL FINANCIAL RESULTS

1. REVENUE

	Reviewed 31 December 2021	Audited 31 December 2020 *Restated
Figures in ZAR		
Licences	73 087 532	42 022 355
Software as a service	49 653 237	32 375 960
Consulting	205 256 244	204 884 374
Support and maintenance	193 121 891	180 109 188
Physical goods	47 603 962	42 835 288
Other revenue	10 089 345	8 845 038
	576 812 211	511 072 203

The Group assesses disaggregated revenue based on the nature, timing and uncertainty of revenue and cash flows due to economic factors. The disaggregation of revenue has been disclosed below.

Disaggregation of revenue – Geographical areas

	Reviewed 31 December 2021	Audited 31 December 2020 *Restated
Figures in ZAR		
South Africa	433 939 670	376 989 486
Rest of Africa	108 011 825	96 498 714
Europe, Middle East and Australasia	29 129 535	23 840 728
Americas	5 731 181	13 743 275
	576 812 211	511 072 203

Disaggregation of revenue – Business Sector

	Reviewed 31 December 2021	Audited 31 December 2020 *Restated
Figures in ZAR		
Public	46 766 968	38 543 604
Private	530 045 243	472 528 599
	576 812 211	511 072 203

2. HEADLINE EARNINGS RECONCILIATION

The headline earnings reconciliation and per share information is set out below:

	Reviewed Reviewed	Audited Audited
Reconciliation between earnings and headline earnings		

	year ended 31 December 2021	year ended 31 December 2020 *Restated
	ZAR	ZAR
Profit attributable to owners of the parent	11 172 205	10 572 366
Loss on disposal of equipment – net of tax	404 164	1 121 061
Profit on disposal of subsidiaries – net of tax	-	(2 565 734)
Impairments of Intangible assets	-	2 438 482
Headline earnings for the year	11 576 369	11 566 175
Per share information:	ZAR Cents	ZAR Cents
Headline earnings per share	1.76	1.45
Diluted earnings per share	1.76	1.32
Weighted average number of shares in issue	659 031 529	795 289 345
Fully diluted weighted average number of shares in issue	659 031 529	876 557 114

The headline earnings reconciliation and per share information is set out below for continuing operations:

	Reviewed year ended 31 December 2021	Audited year ended 31 December 2020 *Restated
	ZAR	ZAR
Reconciliation between earnings and headline earnings		
Profit attributable to owners of the parent	11 172 205	19 318 713
Adjustments for:		
Loss on disposal of equipment – net of tax	404 164	1 098 791
Loss on disposal of subsidiaries – net of tax	-	2 870 970
Headline earnings	11 576 368	23 288 474
Per share information:	ZAR Cents	ZAR Cents
Headline earnings per share	1.76	2.93
Diluted earnings per share	1.76	2.66
Weighted average number of shares in issue	659 031 529	795 289 345
Fully diluted weighted average number of shares in issue	659 031 529	876 557 114

The headline earnings reconciliation and per share information is set out below for discontinued operations:

Reconciliation between earnings and headline earnings	Reviewed year ended 31 December 2021	Audited year ended 31 December 2020 *Restated
	ZAR	ZAR
Loss attributable to owners of the parent	-	(8 746 347)
Adjustments for:		
Loss on disposal of equipment – net of tax	-	22 270
Profit on disposal of subsidiaries – net of tax	-	(5 436 704)
Impairments of Intangible assets	-	2 438 482
Headline earnings (loss)	-	(11 722 299)
Per share information:	ZAR Cents	ZAR Cents
Headline loss per share	-	(1.47)
Diluted loss earnings per share	-	(1.34)
Weighted average number of shares in issue	659 031 529	795 289 345
Fully diluted weighted average number of shares in issue	659 031 529	876 557 114

In order to more adequately reflect the operational performance of the Group, the Group has included normalised earnings for the period, as detailed below. Consequently, headline earnings have been adjusted to consider non-operational and accounting anomalies. Normalised earnings are the measurement basis used by the chief operating decision maker to manage the Group. The presentation of normalised headline earnings is not an IFRS requirement.

Continuing operations	Reviewed year ended 31 December 2021	Audited year ended 31 December 2020 *Restated
Reconciliation between headline earnings and normalised earnings	ZAR	ZAR
Headline earnings	11 576 369	23 288 474
Adjustments for:		
Profit on the settlement of deferred vendor liability	-	(11 081 478)
Legal fees incurred related to corporate migration, business rescue, shareholders claims – net of tax	221 405	1 629 465
Liquidation of entity in the Group – net of tax	(110 999)	-
Contingent shareholders consideration paid – net of tax	-	8 220 091
Net impact of ETI programme	-	(11 029 870)
Corporate transaction costs related to Digitata Disposal – net of tax	-	561 669
Normalised earnings	11 686 775	11 588 351
Per share information:	ZAR Cents	ZAR Cents
Normalised earnings per share	1.77	1.46
Normalised diluted earnings per share	1.77	1.32

Weighted average number of shares in issue	659 031 529	795 289 345
Fully diluted weighted average number of shares in issue	659 031 529	876 557 114

3. TRADE AND OTHER RECEIVABLES

Trade and other receivables comprise the following:

Figures in ZAR	Reviewed year ended 31 December 2021	Audited year ended 31 December 2020 *Restated	Audited year ended 31 December 2019 *Restated
Trade receivables	95 490 834	72 819 526	187 766 895
Credit loss allowance	(5 051 978)	(1 077 996)	(62 713 449)
Trade receivables net of credit loss allowance	90 438 856	71 741 530	125 053 446
Prepayments and deferred expenses	1 758 211	39 954	1 795 180
Deposits	56 941	95 013	99 010
Value added taxation	2 826 597	3 364 402	-
Other receivables	339 096	5 003 664	15 296 323
Total trade and other receivables	95 419 701	80 244 563	142 243 959

4. OTHER FINANCIAL LIABILITIES

Details of Other Financial Liabilities are set out below:

Figures in ZAR	Reviewed year ended 31 December 2021	Audited year ended 31 December 2020 *Restated	Audited year ended 31 December 2019 *Restated
Standard Bank of South Africa Ltd-Mortgage Bond	13 330 663	15 150 425	16 333 008
Other Loans	974 507	-	1 442 801
Motor Vehicle Instalment Sale Agreements	-	245 600	689 264
Rand Control Solutions	-	280 000	560 000
ABSA Bank Ltd Mortgage Bond	-	-	2 228 581
Blue Sparrow Trust	-	-	2 201 013
M.A. Powell	-	-	787 641
Digitata Investment Trust	-	-	280 595
Lease liabilities (Right of use)	-	-	668 836
Deferred Vendor Liability	-	4 722 310	57 601 860
• AccTech Consulting	-	2 722 310	2 857 143
• Acumatica	-	2 000 000	2 591 513
• AccTech Systems	-	-	41 722 563
• Dynamics Africa Services	-	-	10 430 641
	14 304 170	20 398 335	82 793 599
Non-current liabilities			
At amortised cost	11 637 186	13 658 397	21 059 657

Current liabilities

At amortised cost	2 667 984	6 739 938	61 733 942
	14 304 170	20 398 335	82 793 599

5. SEGMENTAL REPORT

The Executive Directors assess the performance of the operating clusters based on the measure of operating profit. The Group has 4 strategic Clusters for reporting purposes – the Business Environment (BE), Information Technologies (IT), Operational Technologies (OT) and Channel Partner (CP) Clusters.

The Business Environment (BE) Cluster. Digital transformation of an entire enterprise requires the convergence of the OT and IT environments, so that business applications can be developed on enterprise data that enable better and more informed business decisions. The Business Environment (BE) Cluster partners with our customers to drive value – creating digital transformation starting with assessments of their ICT landscapes. We become our customers' digital transformation partner and assist them in building a self-funding digital transformation roadmap. We focus on maximising the power of the cloud, optimising and modernising their environments and applications, automating and making their business process intelligent, creating true customer intelligence, helping with bespoke development on the Azure platform, enabling integration and creating a structured, secure, source system independent and scalable enterprise data strategy.

The Information Technologies (IT) Cluster is focused on enabling digital transformation of ERP, accounting, human resources and payroll disciplines. This enables enterprises to execute with agility to ensure survival in the new digital economy and ensures empowering people, transforming products and keep customers close. Customers with back-end, mostly on-premise and siloed systems for ERP, CRM and HR and Payroll are embracing the modern digital data economy and moving to integrated, hybrid deployments of their IT environment. For the past two years the 4Sight IT Cluster has successfully introduced customers to digital transformation via easy "lift and shift to cloud" products. These solutions enable customers to utilise connected services in the cloud environment and enable "work-from-anywhere" capabilities via cloud-based, back-office IT solutions that provide location independence and anywhere operations.

The Operational Technologies (OT) Cluster provides key 4IR technologies and services needed to help industrial customers with their full end-to-end digital transformation journey, while following a cost effective and low risk self-funding methodology. This allows customers to remain competitive in the digital economy while making sure any digital initiative has a 6-month or better return on investment (ROI). We enable our customers to digitally transform their operations using best in class technologies. Transformation activities include asset automation, optimisation and simulation. Our solutions include IIoT, automation, systems integration, MES systems fully integrated with ERP for real-time insights, advanced process control, prescriptive maintenance, production scheduling, digital twin simulations, SHEQ and environmental solutions. Our deep domain engineering experts Implement and support our various operations.

The Channel Partner (CP) Cluster is 4Sight's 100% partner-focused ecosystem. The Cluster supports and empowers an ever-expanding channel of Value Added Resellers across Africa, the Middle East and Central Europe to distribute 4Sight's OT, IT and BE integrated solutions to markets across the world. Contained within the CP Cluster is 4Sight's Cloud Distributor, through the Microsoft Indirect Cloud Solution Provider (CSP) program, ISV channel and Channel Partners. This allows for

the distribution of 4Sight's integrated solutions and OEM partner offerings across our footprint. The offerings include Sage and Microsoft's range of cloud applications to our dedicated partners located in the Middle East, Central Europe and Africa regions. Within our CP Cluster we have several highly skilled resources that are dedicated to managing and growing our various business partners.

The financial information for the four main clusters is presented below:

Segment report 2021						
Segmental service line	BE Cluster	IT Cluster	OT Cluster	CP Cluster	Consolidation	Total
Figures in ZAR						
Revenue						
External	105 219 294	156 857 508	149 063 567	162 556 880	3 114 962	576 812 211
Internal	5 183 364	590 489	5 326	383 053	(6 162 232)	-
Operating Profit/(Loss)	3 662 265	8 344 142	25 471 849	9 371 626	(35 466 029)	11 383 853
Depreciation and amortisation	(3 375 648)	(15 496)	(562 117)	(49 196)	(838 445)	(4 840 902)
Vendor Liability Interest-Non-cash item	-	-	-	-	(277 690)	(277 690)
Taxation	(1 025 434)	(2 337 532)	(8 182 814)	(2 627 565)	14 185 490	12 145
Profit/(Loss)	2 636 831	6 010 798	21 041 523	6 756 595	(24 524 341)	11 921 406

Segment report 2020						
Segmental service line	BE Cluster	IT Cluster	OT Cluster	CP Cluster	Consolidation	Total
Figures in ZAR						
Revenue						
External	90 478 716	139 164 369	155 375 382	116 987 420	9 066 316	511 072 203
Internal	418 808	46 338	459 472	27 964 820	(28 889 438)	-
Operating Profit/(Loss)	(3 794 563)	17 756 699	20 432 803	10 889 505	(27 310 166)	17 974 278
Depreciation and amortisation	(3 598 743)	(29 343)	(877 491)	(38 345)	(456 894)	(5 000 816)
Vendor Liability Interest-Non-cash item	-	-	-	-	(1 171 441)	(1 171 441)
Taxation	1 060 695	(4 973 767)	(5 893 682)	(3 049 387)	16 062 493	3 206 352
Profit/(Loss)	(2 727 501)	12 789 687	15 155 182	7 841 282	(12 406 668)	20 651 982

The Executive Directors do not monitor assets and liabilities by cluster.

Geographical clusters

The Group operates primarily in South Africa since its disposal of the Digitata Group and will no longer reflect the geographical areas separately.

6. COMMITMENTS

The Group has no significant commitments as at year end.

7. SUBSEQUENT EVENTS

RE-DOMICILING OF 4SIGHT

The redomicile of 4Sight from Mauritius to South Africa is still underway. The Group received its no objection certificate from the Mauritius Revenue Authority. Once the certificate of continuation is received in South Africa, the Company shall then be able to finalise the discontinuation of the Company in Mauritius.

Accordingly, the Company will proceed with the transfer of its registration from Mauritius to South Africa, including lodging the requisite statutory form(s) with the South African Companies and Intellectual Property Commission.

8. RELATED PARTY DISCLOSURE

OPERATING LEASE PAYMENTS

- Double Peak Properties 41 (Pty) Ltd (a company related to TE Zitzke and MG Swanepoel) ZAR 3,663,436 (2021: ZAR 3,456,060).
- SETEC Software (Pty) Ltd and Martiq 399 CC (a company and close corporation related to J Botha) ZAR 621,360 (2020: ZAR 723,596).

There were no other related party transactions which are material that were included in the results for the period ended 31 December 2021.

Transactions between the Company and its subsidiaries which are related parties of the Company have been eliminated on consolidation and are not disclosed in this note.

Transactions with related parties are effected on a commercial basis and related party debts are repayable on a commercial basis.

9. FINANCIAL INSTRUMENTS – FAIR VALUE AND RISK MANAGEMENT

The carrying amount of all financial assets and liabilities approximates the fair value. Directors consider the carrying value of financial instruments of a short-term nature, that mature in 12 months or less, to approximate the fair value of such assets or liability classes.

The carrying values of longer-term assets are considered to approximate their fair value as these instruments bear interest at interest rates appropriate to the risk profile of the asset or liability class.

10. GOING CONCERN

The Group's current assets as at 31 December 2021 exceed the current liabilities and there are no shortfalls or liquidity issues. The Group is able to meet its liabilities in the ordinary course of business.

The financial statements have been prepared based on 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.

The Boards of Directors of 4Sight and its subsidiaries have assessed the continuing impact of trading under COVID-19 conditions on the financial position and performance of the Group for the foreseeable future, and in light thereof have concluded that the Group should be in a position to continue as a going concern for the foreseeable future on the assumption that the existing restrictions/conditions continue to prevail and no further restrictions are implemented beyond those currently enforced.

11. LITIGATION AND CONTINGENT LIABILITIES

As at 31 December 2021 there were no litigation matters pending and no contingent liabilities against the Company or its subsidiaries.

12. BOARD OF DIRECTORS

No changes were made to the Board of directors during the period.

13. COMPANY SECRETARY

There was no change in the Company Secretary, Navitas is the company secretary to the Group.

14. DIVIDEND

4Sight's formal dividend pay-out policy is at least 6.6 times cover, being at least 15% of headline earnings of the consolidated Group of companies. A dividend will not be paid unless the Board is of the opinion that a lower dividend is to be declared because of the necessity to apply the Group's cash resources to any planned acquisitions; or that it is in the interest of the Group to build up cash reserves for foreseeable unfavourable market or economic conditions.

No dividend is therefore to be declared for the year ended 31 December 2021, due to the decision of the Board to build up the working capital available to the Group.

15. RESTATEMENT OF FINANCIAL STATEMENTS

During the 2021 financial period the Group identified information related to transactions entered into during the 2020 financial period, that was not available as at the time of authorising the 2020 financial statements for issue. The information indicated that certain transactions resulting in revenue recognition during 2020 did not meet the revenue recognition requirements as per the Group's accounting policies. In order to correct this error, the financial results for the 2020 financial period were restated retrospectively in accordance with the requirements of the financial reporting framework.

Figures in ZAR	Before Restatement	Application of IFRS 15^a	After Restatement
Statement of comprehensive income for the year ended 31 December 2020			
Revenue	521 911 420	(10 839 217)	511 072 203
Operating expenses	(334 582 353)	5 101 107	(329 481 245)
Taxation	1 599 681	1 606 671	3 206 352
Profit attributable to (Continuing)	24 783 421	(4 131 439)	20 651 982
Owners of the parent	23 450 152	(4 131 439)	19 318 713
Non-controlling interest	1 333 269	-	1 333 269
Earnings for the year ended 31 December 2020 for continuing operations			
Basic earnings per share (cents)	2.95	(0.52)	2.43
Diluted earnings per share (cents)	2.68	(0.48)	2.20
Headline earnings per share (cents)	3.45	(0.52)	2.93
Diluted headline earnings per share (cents)	3.13	(0.47)	2.66
Statement of financial position as at 31 December 2020			
Trade and other receivables	85 982 673	(5 738 110)	80 244 563
Deferred tax asset	11 527 851	1 606 671	13 134 522

16. APPRECIATION

2021 was a positive year for 4Sight despite economic flux, as we continued to lay the foundation for growth. Firm commitment and unflinching efforts from all in the 4Sight Group helped us achieve many of the strategic objectives set for the year. We are grateful to our People, who were integral to establishing the systems and several fundamentals intended for realising our growth ambitions. As they embraced our Internal, People Brand, all4us launched, we solidified the employee value proposition and the importance of them in the 4Sight family. Thank you for your hard work and loyalty.

In spite of the economic and industry challenges, we appreciated that our customers still constantly reached out to us for sound advice in their digital transformation journeys. The year brought a shift in the engagements to more ones of partnership, where both customers and 4Sight alike pulled together to understand and leverage the opportunities for transformation and how we could be part of it.

4Sight would like to recognise the innovation of our Vendors in 2021, as they adopted the latest trends of remote and digital business models, ultimately offering the flexibility of moving from CAPEX to OPEX options.

To our Board of Directors, thank you for your trust and for the guidance provided throughout the year. And to the EXCO, we are grateful for your devotion and time dedicated to leading us over the 12 months. A last thanks to all our stakeholders for their support and for living the 4Sight values – trust, transparency, teamwork, accountability and passion, so that we can remain focused on differentiating ourselves, innovating and achieving success.

For and on behalf of the Board

Chairperson
Kamil Tayub Patel
Date: 25 March 2022

Chief Executive Officer
Tertius Emil Zitzke

Executive Directors Mr Tertius Emil Zitzke (Chief Executive Officer) Mr Eric van der Merwe (Financial Director)	Independent Non-Executive Directors Mr Christopher Stephen Joseph Crowe Mrs Mariechen Margeretha Mortimer Mr Andrew George Murgatroyd Mr Jacob Stefanus Johannes Nel Mr Kamil Tayub Patel Mr Hemmanth Singh Dr Sidharth Sharma
Company Secretary and Registered Office Navitas Management Services Limited C/o Navitas Management Services Limited, Navitas House, Robinson Lane, Floreal, Mauritius	Designated Advisor Java Capital Trustees and Sponsors Proprietary Limited
Transfer Secretaries JSE Investor Services Proprietary Limited	WEBSITE http://www.4sight.cloud