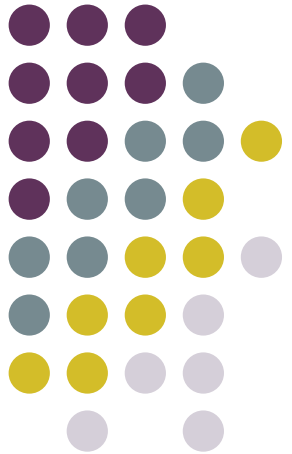
2007 financial results

South Ocean Holdings

Edward Pan
Chief Executive Officer

JP (Koos) Bekker
Group Financial Director





presentation overview



highlights

key financials

Radiant

SOEW

strategy and outlook

South Ocean HOLDINGS

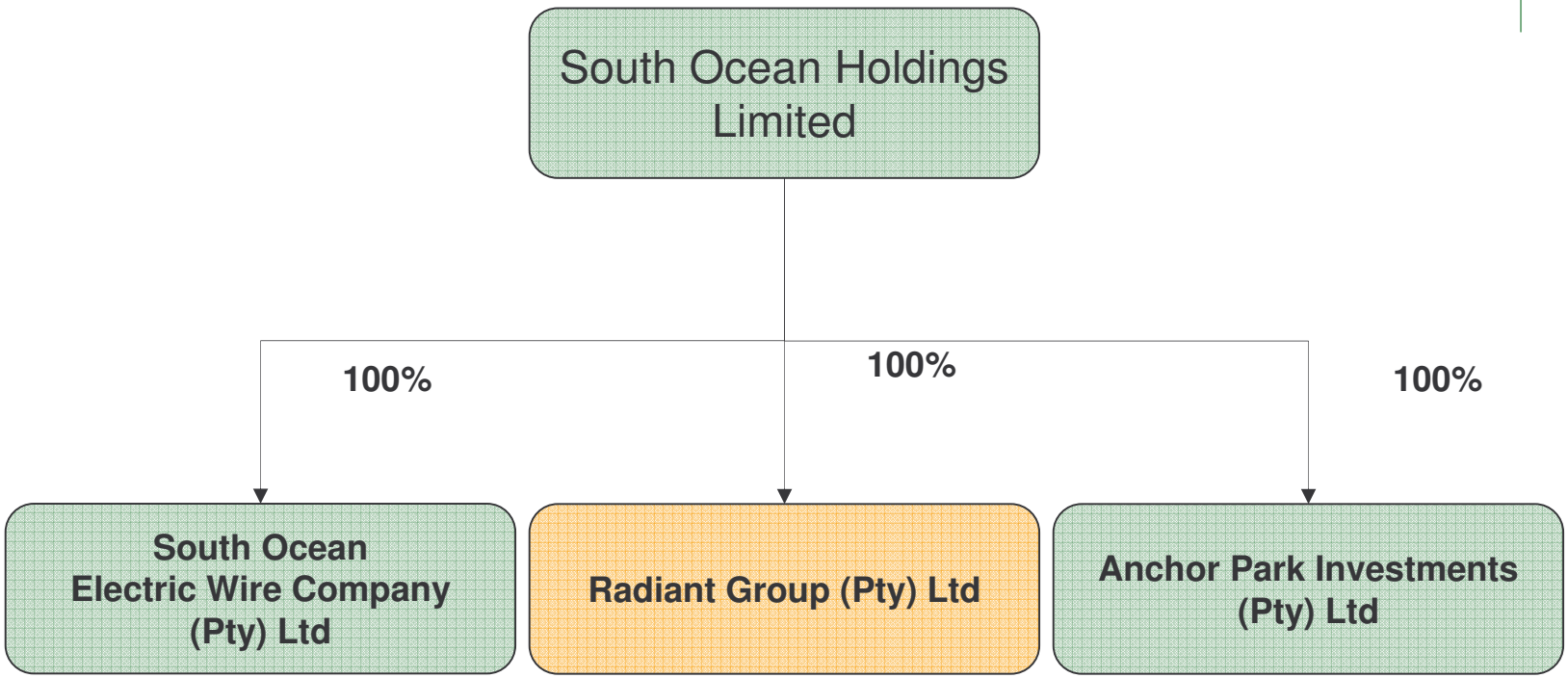
group highlights



- Listing on the main board of JSE – Feb 2007
- Acquisition of Radiant Group – August 2007
- Headline Earnings Per Share - up 58.4% to 97.4c
- Net Asset Value up from 116.1c to 408.8c
- Increased productivity and efficiency
- Successful expansion of capacity at both Radiant and SOEW

South Ocean HOLDINGS

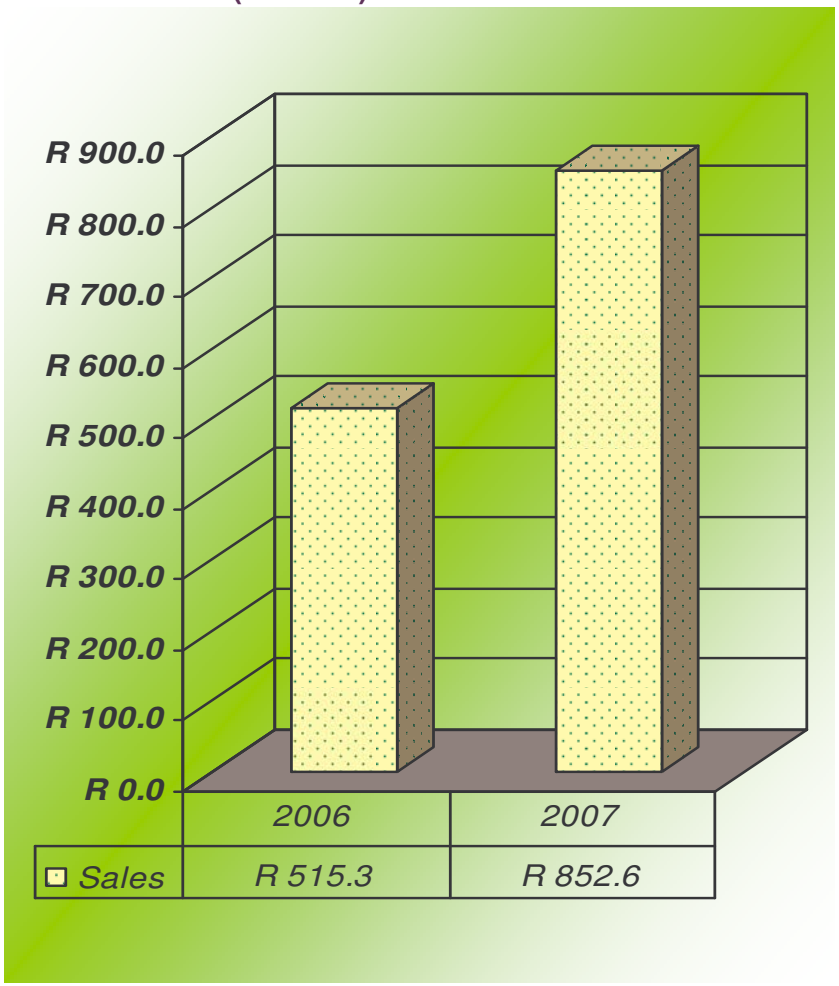
group structure



financial performance for the year

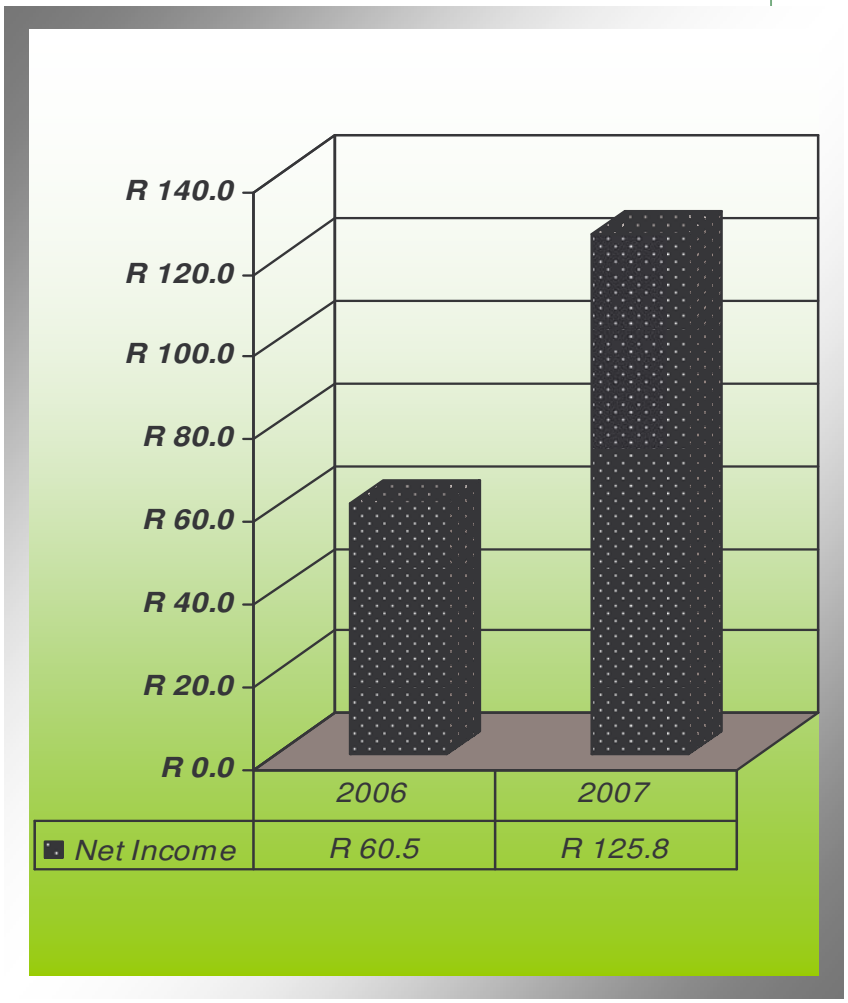
Net revenues

(Millions)



Attributable net profit

(Millions)

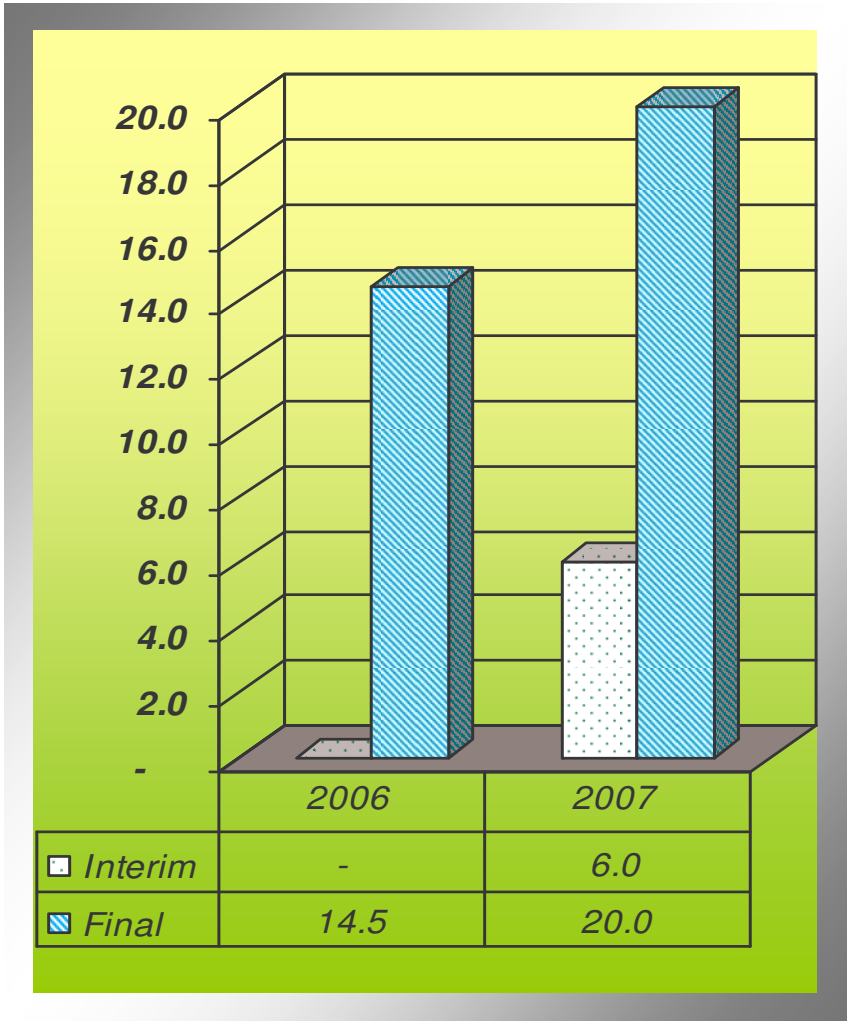


South Ocean HOLDINGS

financial performance for the year

Dividends / Share

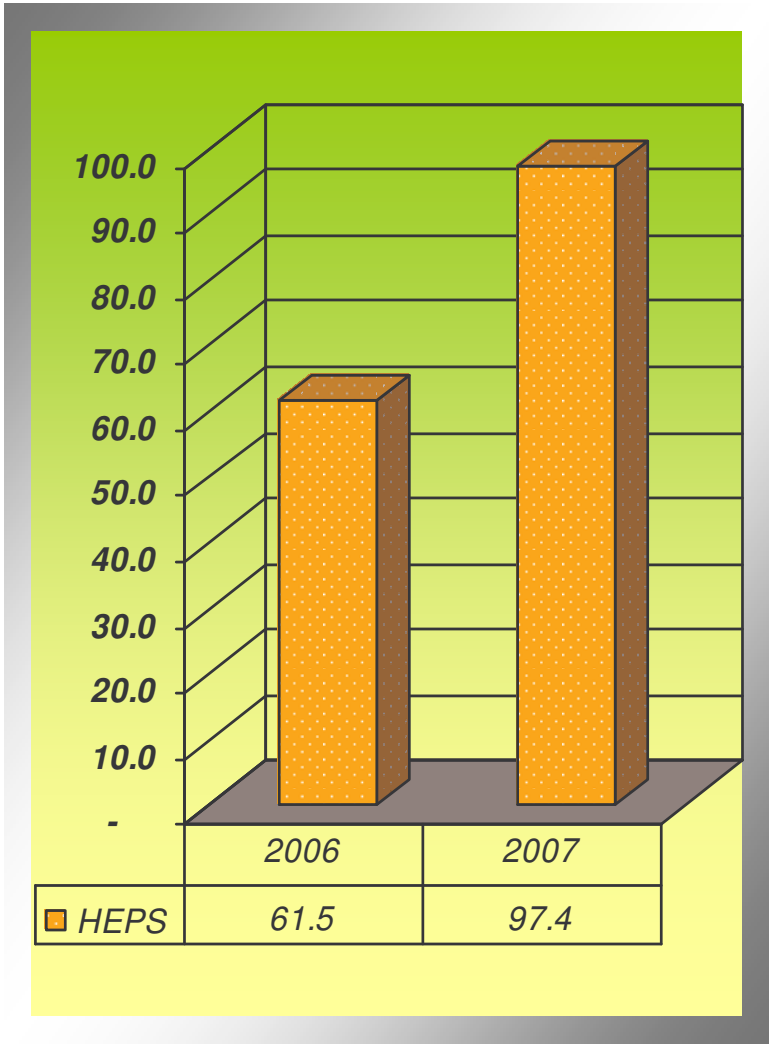
(cents)



	2006	2007
Interim	-	6.0
Final	14.5	20.0

Earnings / Share

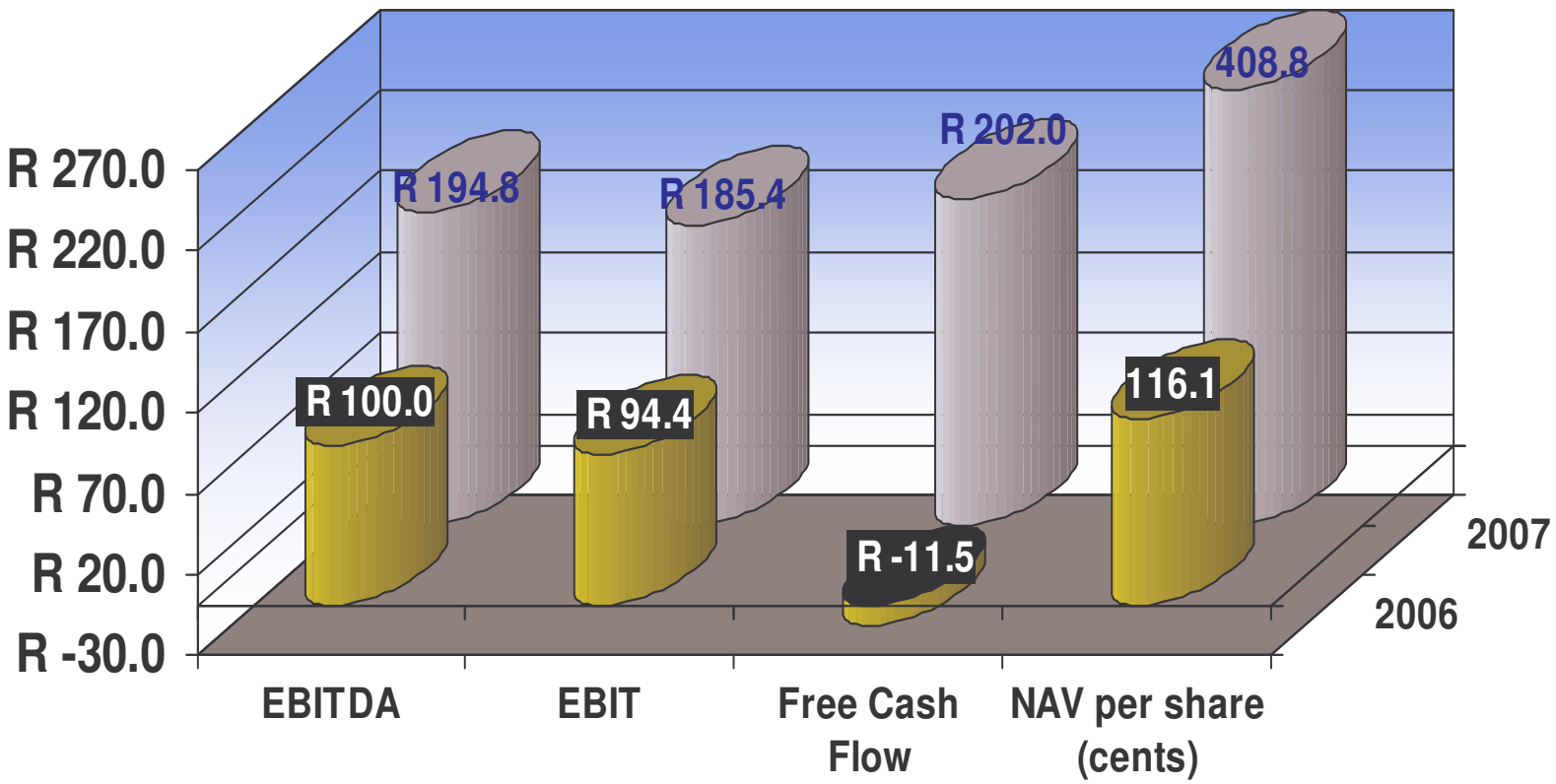
(Cents)



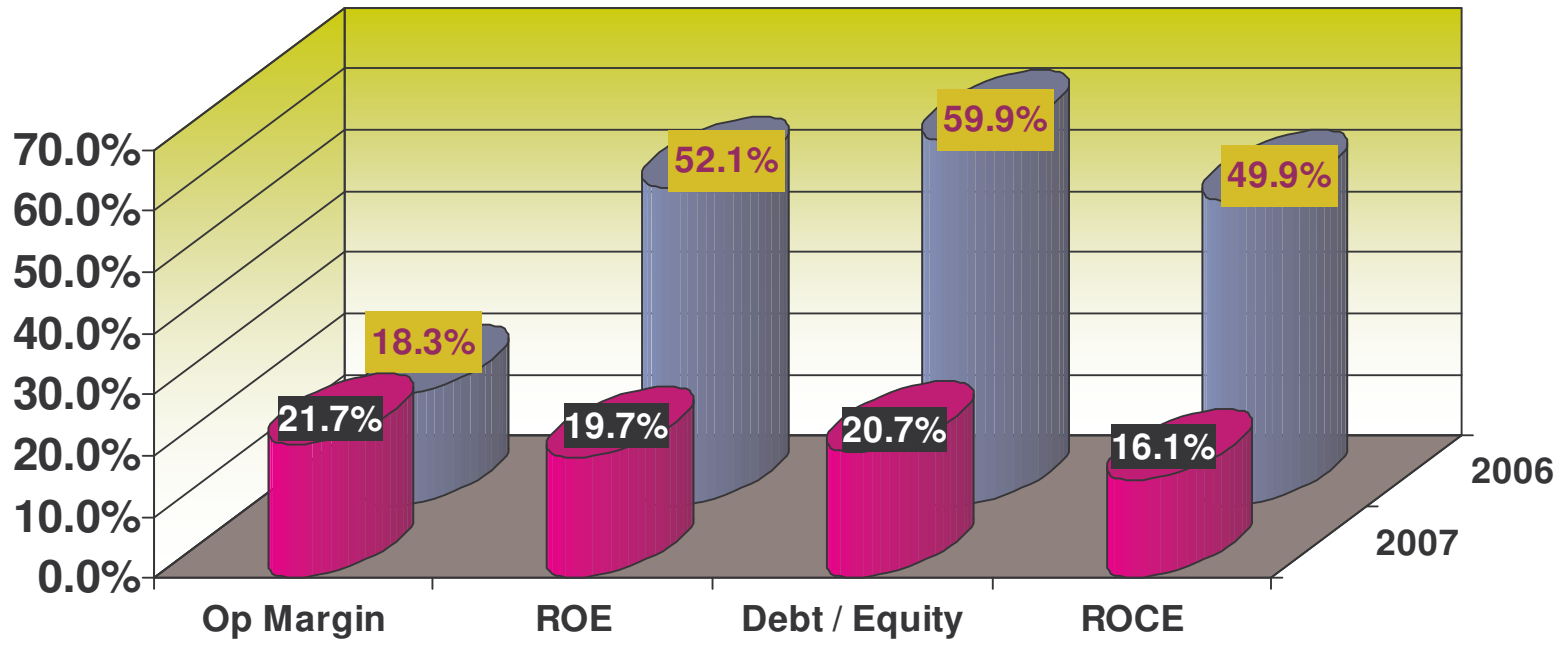
	2006	2007
HEPS	61.5	97.4

South Ocean HOLDINGS

key financial indicators



ratio analysis



- Impact of Radiant

financial highlights

		2007	2006
Net revenues	65.5%	R852.6m	R515.3m
Operating profit	96.4%	R185.4m	R94.4m
NPAT	107.9%	R125.8m	R60.5m
Operating profit margin (%)	18.6%	21.7%	18.3%
Headline Earnings	108.8%	R126.3	R60.5m
HEPS (cents)	58.4%	97.4c	61.5c
Net cash and cash equivalents	R104.6m	R45.3m	-R59.3m
Free cash flow	R225.2m	R202.0m	-R11.5m
Total assets	297.7%	R936.9m	R235.6m
Shareholder's equity	450.6%	R639.2m	R116.1m

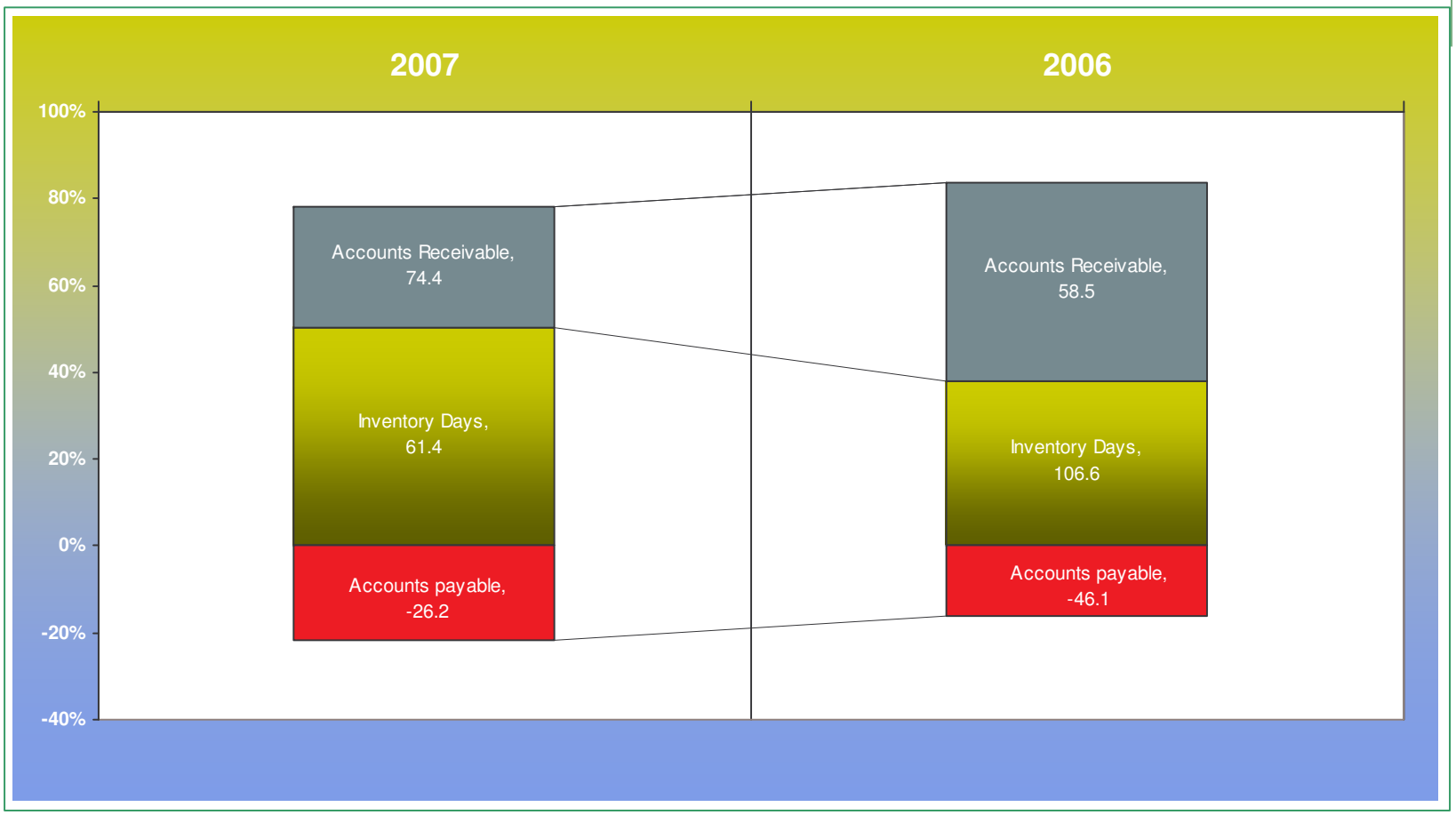
South Ocean HOLDINGS

balance sheet summary

(In millions)	2007 Rm	2006 Rm
Assets		
•Cash and short-term investments	45.4	0.6
•Accounts receivable	136.3	105.0
•Loans Receivable	1.4	-
•Inventories	177.9	65.7
•Property plant & equipment	187.0	64.3
•Intangible assets	388.9	-
Total Assets	936.9	235.6
Liabilities		
•Trade & other payable	76.9	28.0
•Long Term Borrowings – interest bearing	177.5	10.3
•Income taxes payable	13.5	1.1
•Bank Overdraft	-	60.0
•Deferred tax liability	29.8	9.5
•Shareholders for dividends	-	10.6
Total Liabilities	297.7	119.5
Shareholder's Equity	639.2	116.1

South Ocean HOLDINGS

investment in working capital



- Impact of Radiant

group results by division - 2007

Mainly
- interest on property
- listing expenses and
- group operating expenses

	Radiant 5 months	SOEW 12 months	Corporate	Group
Net revenues	R178.8m	R673.4m	R0.4m	R852.6m
Operating profit	R52.6m	R136.6m	-R3.8m	R185.4m
NPAT	R37.3m	R95.5m	-R7.0m	R125.8m
Operating pro	29.4%	20.2%	-%	21.7%
EPS contribution (cents)	28.8c	73.6c	-5.4c	97.0c
Net Cash and cash equivalents	R14.3m	R29.9m	R1.1m	R45.3m
Total assets	R567.9m	R246.6m	R122.4m	R936.9m

Goodwill and intangibles included

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rationale for Radiant acquisition



- Earnings and cash flow enhancing
- Complement to South Ocean
- Enter new markets
- Extend product offering
- Diversification

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Radiant – lighting products

Financial performance

Business review

Radiant - financial highlights

		2007 10 months	2006 10 months
Net revenues	↑ 11.6%	R333.6m	R298.9m
Operating profit	↑ 9.7%	R84.9m	R77.4m
NPAT	↑ 18.6%	R64.5m	R54.4m
Operating profit margin (%)	↓ 2.0%	25.4%	25.9%

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Radiant – business review



- Installation of new computer systems
- Latest green and energy saving products
- Increasing warehouse capacity, building new warehouse, showroom and offices in Cape Town
- Building a new warehouse and showroom in Wynberg

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SOEW

Financial performance

Business Review

South Ocean HOLDINGS

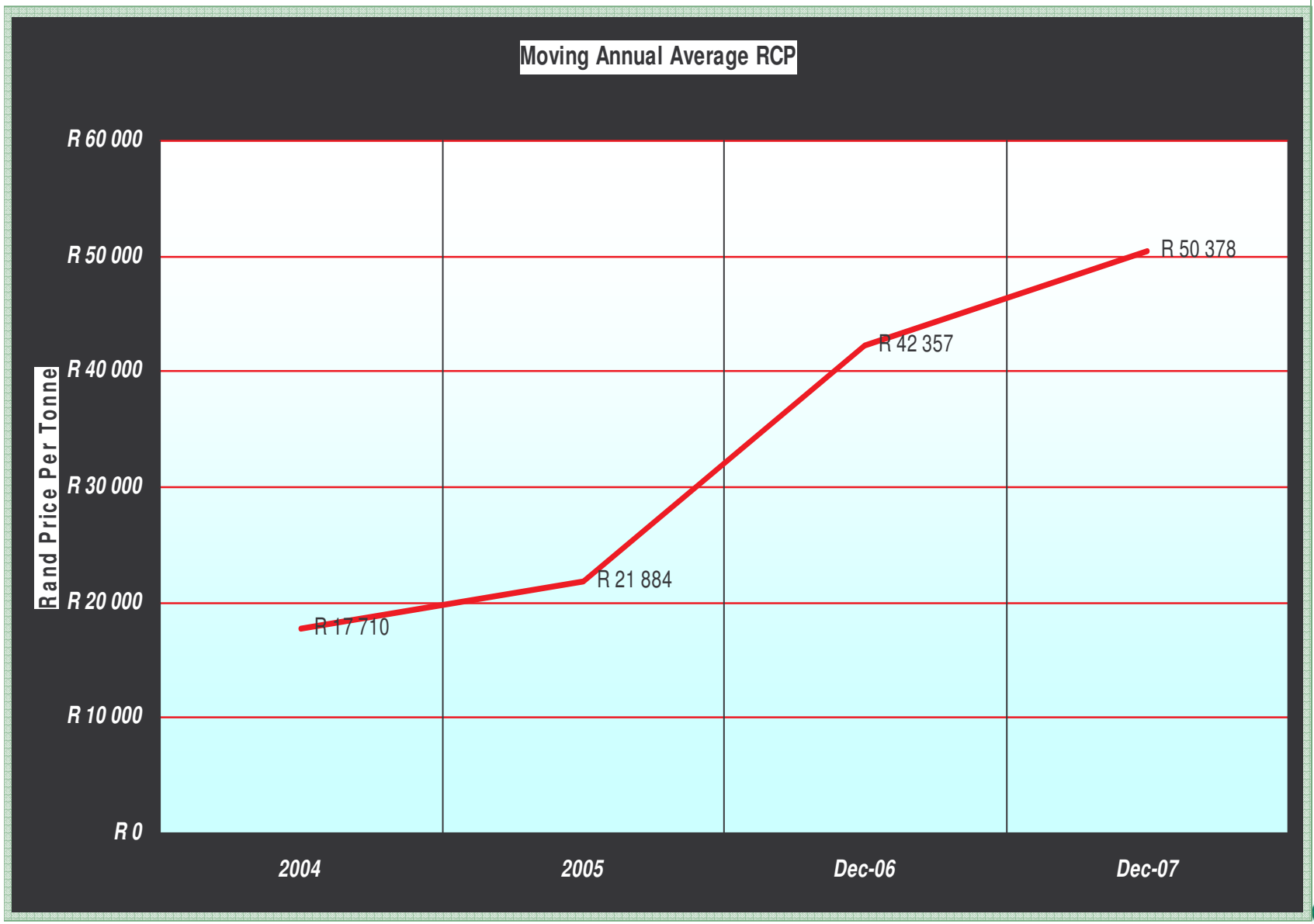
SOEW - financial highlights

land & buildings have been sold to anchor park

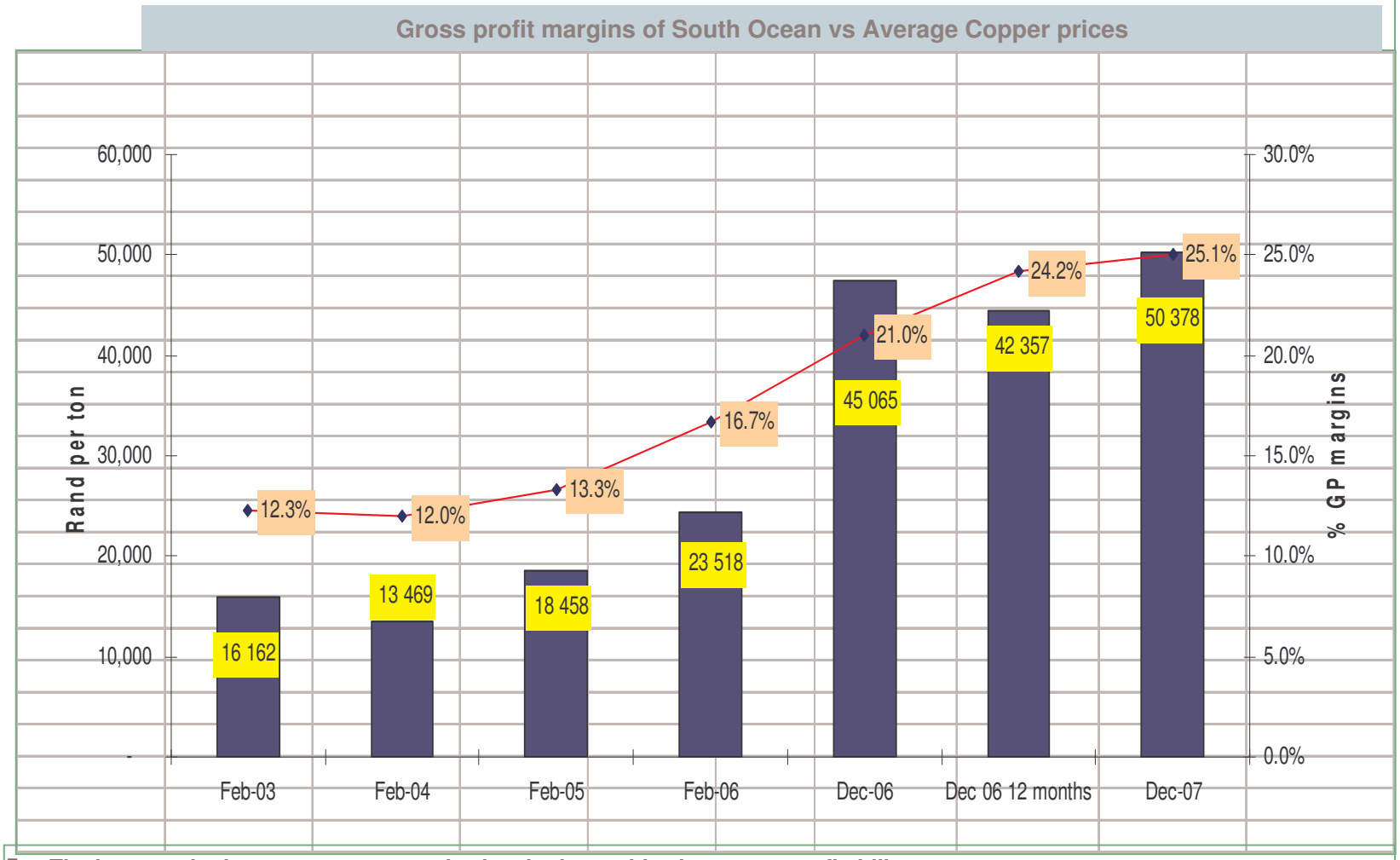
		2007	2006 12 months
Net revenues	30.7%	R673.4m	R515.3m
Operating profit	40.9%	R133.0m	R94.4m
NPAT	54.7%	R93.6m	R60.5m
Operating profit margin (%)	7.7%	19.7%	18.3%
Net Financing costs		R0.7m	-R4.3m
Net Cash and cash equivalents	R89.6m	R30.0m	-R59.3m
Total assets	4.7%	R246.7m	R235.6m
Shareholder's equity	53.3%	R178.0m	R116.1m

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copper price



copper market



- **The increase in the average copper price has had a positive impact on profitability**
  - Price increases have been passed on to customers
  - The company has made profits on its stock holding

productivity

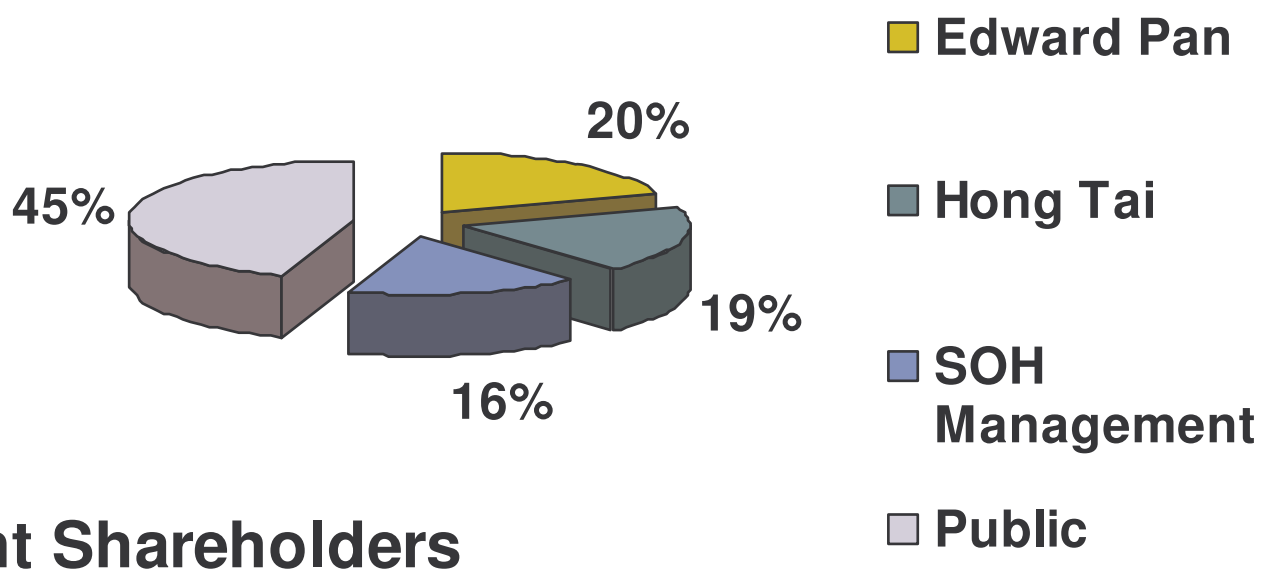
(In millions)	Dec 2007	Dec 2006
Revenue	**R673.4m**	R515.3m
% growth	**30.7%**	98.1%
Capacity analysis	**93%**	93%
Volume analysis (tonnes)	**13 510**	12 925
% volume growth	**4.5%**	19.1%
Moving average copper price (R/t)	**R50 378**	R42 357
Increase in copper price	**19%**	94.1%

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SOEW – business review

- Completion of phase 1 expansion
- Commissioning and testing of phase 2
- Improving productivity
- Increase in staff complement by about 10%
- Lost one week‘s production due to sector strike in July

liquidity of shares



Current Shareholders

- Liquidity is an issue
- Lock in period for Hong Tai and Mr Pan expires during 2008
- Resistant to further equity dilution

South Ocean HOLDINGS

group strategy

- Increase capacity at SOEW
- Accelerate growth at Radiant
- Maximize synergies
- Keep reviewing opportunities for value enhancing acquisitions
- Export markets

group prospects

- Extraordinary success of this year difficult to repeat
- Increased capacity at SOEW plus strong fundamentals will drive growth
- Radiant's strong brands and leading market position provide resilience
- Despite increasingly uncertain environment, group expects double digit earnings growth

South Ocean HOLDINGS

South Ocean Group

- **Delivering on our promises**
- **Delivering strong results**
- **More growth to come**