CURRO REVIEWED PROVISIONAL RESULTS

FOR THE YEAR ENDED 31 DECEMBER 2015

Headline earnings

▲79% from R56m to R100m

HEPS

▲67% from 17.2 cents to 28.7 cents

Schools EBITDA

▲46% from R262m to R382m

Revenue

38% from R1bn to R1.38bn

Number of learners ('16)

▲16% from 35 970 to 41 864

CONDENSED CONSOLIDATED STATEMENT

OF COMPREHENSIVE INCOME			
-)	Reviewed 31 Dec	Audited 31 Dec
F	Percentage change	2015 R million	2014 R million
Revenue	38%	1 384	1 001
Operating expenses	35%	(1 092)	(809)
Earnings before interest, taxation,	A) 500/	000	100
depreciation and amortisation (EBITD Schools EBITDA	A) 52% 46%	292 382	192 262
Head office EBITDA	29%	(90)	(70)
Depreciation and amortisation	47%	(85)	(58)
Earnings before interest and taxation	,-	(00)	(00)
(EBIT)	54%	207	134
Investment revenue	125%	27	12
Gain from bargain purchase		4	-
Share of profits of associates		1	1
Impairment	500%	(6)	(1)
Finance costs	76%	(118)	(67)
Profit before taxation (PBT)	46%	115	79
Taxation	(18%)	(23)	(28)
Profit for the year (PAT)	80%	92	51
Other comprehensive income:	de de la constante de la const	05	(0)
Net fair value profit/(loss) on cash flow hedg		25	(3)
Total comprehensive income Profit attributable to:	144%	117	48
Owners of the parent	78%	98	55
Non-controlling interest	50%	(6)	(4)
	80%	92	51
Total comprehensive income attributable to:			
Owners of the parent	137%	123	52
Non-controlling interest	50%	(6)	(4)
	144%	117	48
Reconciliation of headline earnings: Earnings attributable to owners of the parer	nt	98	55
Adjusted for:		•	
Impairment		6	1
Gain from bargain purchase		(4)	_
Profit on disposal of property, plant and equipment		_*	_*
Headline earnings	79%	100	56
EBITDA margin	7070	21%	19%
EBITDA margin for schools		28%	26%
Earnings per share (cents) (EPS)	000/	00.0	17.0**
- Basic	66%	28.2	17.0**
- Diluted	65%	27.8	16.8**
Headline earnings per share (cents) (HEPS)			
- Basic	67%	28.7	17.2**
- Diluted	68%	28.3	17.0**
Number of shares in issue (millions)			
- Basic		356.9	325.6**
- Diluted		362.4	330.1**
Weighted average number of shares in issue (millions)	1		
- Basic		348.3	322.5**
- Diluted		353.8	327.1**

Notes:

- Balances less than R500 000 are displayed as RNil in million rounding.
- * Earnings per share and headline earnings per share for the year ended 31 December 2014 have been adjusted downwards by 0.5 cents. This is due to the retrospective adjustment of the 2015 rights offer undertaken. The adjustment to the basic and diluted weighted average number of shares in issue for the year ended 31 December 2014 is an increase of 8.1 million shares due to the bonus element contained within the rights offer.
- *** This has been reclassified to equity

CONDENSED CONSOLIDATED STATEMENT OF CASH ELOWS

CONDENSED CONSOLIDATED	SIAIEMEN	II OF CASH	FLOW5
		Reviewed 31 Dec	Audited 31 Dec
	Percentage	2015	2014
	change	R million	R million
Cash generated from operations	54%	306	199
Taxation paid	13%	(9)	(8)
Net finance costs	65%	(91)	(55)
Working capital movements	(140%)	(44)	111
Net cash generated from			
operating activities	(34%)	162	247
Net cash utilised in investing activities	(18%)	(1 030)	(1 257)
Net cash from financing activities	(20%)	904	1 126
Cash and cash equivalents			
movement for the year		36	116
Cash and cash equivalents			
at the beginning of the year		195	79
Cash and cash equivalents			
at the end of the year		231	195

CONDENSED CONSOLIDATED STATEMENT

OF	CHANGES	IN	EQUITY

OF CHANGES IN EQUITY			Number of employee
	Reviewed 31 Dec 2015 R million	Audited 31 Dec 2014 R million	Number of teachers Learner/teacher ration Building size (m²) Land size (ha)
Balance at the beginning of the year	2 211	1 563	Capital investment (I
Total comprehensive income	117	48	- Current campuses
Issue of shares	756	600	- New campuses
Share issue costs	(14)	(8)	- Acquisitions
Recognition of share-based payments	11	8	- Acquisitions
Balance at the end of the year	3 081	2 211	Note: * Unreviewed

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	Reviewed 31 Dec 2015 R million	Audited 31 Dec 2014 R million
ASSETS	4.700	0.010
Non-current assets Property, plant and equipment	4 796 4 290	3 813 3 338
Goodwill	333	338
Intangible assets	134	121
Investment in associate	10	9
Other financial assets	29	7
Current assets	283	259
Inventories	8	17
Current tax receivable	6	3
Other financial assets	2	_
Loan to associate	. .	6
Trade and other receivables	36	38
Cash and cash equivalents	231	195
Total assets	5 079	4 072
EQUITY AND LIABILITIES EQUITY Equity attributable to equity holders of parent Share capital Reserves Retained income Non-controlling interest Total equity	3 088 2 834 39 215 (7) 3 081	2 212 2 092 9 111 (1) 2 211
LIABILITIES		
Non-current liabilities Loans and other financial liabilities	1 750 1 561	1 561 1 395
Deferred tax	189	166
Current liabilities	248	300
Loans and other financial liabilities	28	23
Current tax payable	_	2
Trade and other payables	110	122
Prepaid school fees and deposits	104	114
Acquisition payables	6	39
Total liabilities	1 998	1 861
Total equity and liabilities	5 079	4 072
Not asset value per share (cents)	865.3	670.1

CONDENSED CONSOLIDATED SEGMENTAL REPORT

i crocritage	_0.0	2011
change	R million	R million
38%	1 384	1 001
41%	1 149	817
28%	235	184
46%	382	262
49%	326	219
30%	56	43
29%	(90)	(70)
79%	100	56
79%	111	62
83%	(11)	(6)
67%	28.7	17.2
67%	31.8	19.0
72%	(3.1)	(1.8)
66%	28.2	17.0
66%	31.3	18.9
63%	(3.1)	(1.9)
25%	5 079	4 072
28%	4 398	3 437
7%	681	635
7%	1 998	1 861
5%	1 350	1 283
12%	648	578
	change 38% 41% 28% 46% 49% 30% 79% 79% 83% 67% 66% 66% 66% 63% 25% 28% 7% 7% 5%	change R million 38% 1 384 41% 1 149 28% 235 46% 382 49% 326 30% 56 29% (90) 79% 100 79% 111 83% (11) 67% 28.7 67% 31.8 72% (3.1) 66% 28.2 66% 31.3 63% (3.1) 25% 5 079 28% 4 398 7% 681 7% 1 998 5% 1 350

KEY RATIOS

	31 Dec	31 Dec	31 Dec	31 Dec	31 Jan
	2012*	2013*	2014*	2015*	2016
Number of campuses	22	26	32	42	47
Number of schools	61	72	80	101	110
Number of learners	12 473	21 027	28 737	35 970	41 864
Average number of learners per campus	567	809	898	856	891
Number of employees	1 630	2 387	3 128	3 969	4 350
Number of teachers	1 151	1 593	1 905	2 339	2 637
Learner/teacher ratio	11	14	15	15	16
Building size (m²)	169 024	261 004	392 314	449 067	461 312
Land size (ha)	153	188	298	359	364
Capital investment (Rm)	782	1 076	1 305	1 030	
 Current campuses 	223	602	651	646	
 New campuses 	237	242	482	369	
 Acquisitions 	322	232	172	15	

J-CURVE

The table below illustrates the J-Curve effect from newly established schools to more mature schools by age

	Unreviewed Number at 31 Dec 2015		Unreviewed Learner numbers (Dec)		Unreviewed Growth%		Unreviewed Schools EBITDA (R million)		Unreviewed Growth%		Unreviewed Schools EBITDA margin				
	Schools	Campuses	2013	2014	2015	13/14	14/15	2013	2014	2015	13/14	14/15	2013	2014	2015
Developed schools	74	29	10 577	14 645	20 694	38%	41%	52	111	171	113%	54%	16%	23%	23%
2009 and before	8	3	2 961	3 100	3 332	5%	7%	24	31	35	29%	13%	26%	28%	27%
2010	6	2	1 636	1 994	2 120	22%	6%	8	17	24	113%	41%	17%	25%	29%
2011	16	6	2 962	3 721	4 337	26%	17%	7	25	40	257%	60%	8%	19%	23%
2012	6	2	1 002	1 362	1 618	36%	19%	2	8	15	300%	87%	7%	17%	23%
2013	11	4	2 016	3 645	4 922	81%	35%	11	37	66	236%	78%	19%	32%	37%
2014	8	4		823	1 271		54%		(7)	1		(114%)		(32%)	2%
2015	19	8			3 094					(10)					(13%)
Acquired schools	27	13	10 450	14 092	15 276	35 %	8%	103	151	211	47%	40%	35%	30%	33%
2012 and before	17	8	6 050	6 483	6 851	7%	6%	76	97	121	28%	25%	34%	36%	38%
2013	3	2	4 400	5 690	5 779	29%	2%	27	45	52	67%	16%	38%	29%	30%
2014	5	2		1 919	2 046		7%		9	34		278%		12%	28%
2015	2	1			600					4					17%
	101	42	21 027	28 737	35 970	37%	25%	155	262	382	69%	46%	25%	26%	28%

Note:

Acquired schools included from the year the school was incorporated in Curro. All acquired schools have at least been established for more than seven years

NOTES TO THE FINANCIAL STATEMENTS

1. STATEMENT OF COMPLIANCE

The condensed consolidated financial information for the year ended 31 December 2015 has been prepared in accordance with the framework concepts and the measurement and recognition requirements of International Financial Reporting Standards (IFRS), the SAICA Financial Reporting Guides as issued by the Accounting Practices Committee and Financial Reporting Pronouncements as issued by the Financial Reporting Standards Council, and as a minimum, contain the information required by IAS 34: Interim Financial Reporting, the Listings Requirements of the JSE and the requirements of the Companies Act of South Africa, as amended. The report has been prepared using accounting policies that comply with IFRS which are consistent in all material respects with those applied in the financial statements for the year ended 31 December 2014. The reviewed condensed consolidated results have been prepared internally under the supervision of the Chief Financial Officer, B van der Linde, CA(SA) CFA.

2 REVIEW CONCLUSION

The condensed consolidated financial information for the year ended 31 December 2015 has been independently reviewed by the Group's auditor, Deloitte & Touche. The review was conducted in accordance with ISRE 2410 "Review of Interim Financial Information performed by the Independent Auditor of the Entity". A copy of their unmodified review conclusion is available for inspection at the Company's registered office. Any reference to future financial performance included in this announcement, has not been reviewed or reported on by the

The auditor's report does not necessarily cover all of the information contained in this announcement/financial report. Shareholders are therefore advised that in order to obtain a full understanding of the nature of the auditor's work they should obtain a copy of that report together with the accompanying financial information from the registered office of the Company. The directors take full responsibility for the preparation of the report and that the financial information was accurately extracted from the underlying annual financial

3. ACCOUNTING POLICIES

The accounting policies adopted in the preparation of the condensed consolidated financial information are consistent with those of the annual financial statements for the year ended 31 December 2014. For a full list of standards and interpretations which have been adopted, we refer you to our 31 December 2014 annual financial statements.

4. SHARE CAPITAL

Effective 8 May 2015, 29.6 million shares were issued by way of an underwritten renounceable rights offer at a subscription of R25.00 per rights offer share, in the ratio of 1 rights offer share r every 11 Curro ordinary shares. On 15 October 2015, 1.7 million shares were issued to employees through the Curro share incentive scheme.

5. BUSINESS COMBINATIONS

Effective 1 January 2015, Curro acquired the business operations and properties of an independent school for a purchase consideration equal to its business liabilities as at 1 January 2015. A bargain purchase gain of R4 million was recognised at acquisition due to the fair value of assets acquired of R16 million exceeding the fair value of liabilities assumed of R12 million. No contingent consideration has been recognised at acquisition.

6. EVENTS AFTER THE REPORTING PERIOD

Effective 1 February 2016, Curro acquired the business operations and properties of Windhoek Gymnasium, for a consideration of R185 million. No other events have been identified. The accounting for this transaction is still in progress

RESULTS COMMENTARY

FINANCIAL RESULTS

Revenue increased by 38% from R1 billion in 2014 to R1.38 billion in 2015. Schools E increased by 46% from R262 million to R382 million over the same period with EBITDA increasing by 52% from R192 million to R292 million. The increase is attributable to the increase in learner numbers offset by once-off head office expenses that occurred in the prior year. Due to tougher economic circumstances, bad debts as a percentage of turnover has increased from 0.6% in 2014 to 1% in 2015, which is in line with Curro's long-term average.

The EBITDA margin increased from 19% to 21%. Net interest expense has increased by 65% from R55 million to R91 million as a result of a higher interest expense in the Meridian business. Headline earnings increased by 79% from R56 million to R100 million. However, headline earnings per share increased by 67% from 17.2 cents to 28.7 cents due to the increase in the weighted average number of shares in issue following the rights offer in May 2015.

Curro currently has 41 864 (2015: 35 970) learners in 110 (2015: 101) schools on 47 (2015: 42) campuses

Approximately 50% of our learners attend our schools where the average school fees range between R2 000 and R4 000 per month, with 30% in schools with average school fees of less than R2 000 per month. The balance of learners attend schools where the average school fee is in excess of R4 000 per month.

ACADEMIC RESULTS

Curro's "Class of 2015" Matrics produced another year of pleasing results. Of particular significance was the increase in the overall pass rate and bachelor degree pass rate for learners who wrote the National Senior Certificate exams.

		Unreviewed IEB 2014	Unreviewed IEB 2015	Unreviewed NSC* 2014	NSC*
ĺ	Number of learners	637	724	488	707
١	Pass rate	99%	99%	90%	98%
t	University exemption	82%	82%	43%	57%
3	Average number of A's per learner	1.1	1.1	0.7	0.6
.1	Average > 60%	66%	69%	29%	43%
,					

*Meridian and Curro Academy Schools

INSTITUTE FOR HIGHER EDUCATION

In 2016, our Embury Institute for Teacher Education ("Embury"), based in KwaZulu-Natal, will educate more than 800 full-time and 100 distance learning students. It will also provide continuous professional development education courses to approximately

This year will also mark the expansion of Embury's geographic footprint and academic offerings. Embury will commence with the conversion of a new larger site in Durban to accommodate 2 600 students, construct a new campus at Waterfall Estate (Midrand) with a capacity of 1 400 students, as well as acquire a 800-student capacity campus in Montana (Pretoria).

We are in the process of developing and registering a number of new courses, diplomas and degrees which will include BSc, BCom and BA degrees. We are also converting and registering our campus-based courses into distance learning offerings.

INVESTMENT AND EXPANSION

In 2015 Curro invested R1 billion in growth and expansion projects. The most significant investments included:

- R284 million in the construction of new Curro campuses at Sitari (Somerset West) and a high school at Hillcrest (KwaZulu-Natal), as well as three new Curro Castles (pre-schools at Waterfall Estate, Bryanston and Douglasdale (all based in Gauteng).
- R646 million invested to expand existing campuses, which included significant expansions at, inter alia, Waterstone College, Grantleigh, St Dominic's Academy, Curro
- Hazeldean, Curro Serengeti and Curro Bankenveld. R85 million was invested as part of our land banking initiative to secure an office site
- in Rivonia (Gauteng) which will be converted into a Curro Castle and a Curro primary school in 2016.

Curro intends to invest up to R2 billion in 2016. R800 million is earmarked for the construction of new campuses and R450 million for the expansion of existing campuses. The remainder will be used for acquisitions and land banking opportunities

ACQUISITIONS

Effective 1 February 2016, Curro acquired Windhoek Gymnasium (Namibia) with 1 700 learners

RIGHTS OFFER

Curro plans to raise a further R1 billion in 2016 through an underwritten rights offer to fund future growth. In terms of the rights offer, shareholders will receive the right to acquire one additional share at R33 per share for every 11 shares held. This represents a 26% discount to the 30-day VWAP of R44.45 at 19 February 2016. The rights offer will take place during May 2016 and further details in respect thereof will be communicated in due

DIVIDEND

No dividend has been declared for the year under review (2014: RNil).

PROSPECTS

Curro believes in the long-term potential of South Africa and remains on track to achieve its target of 200 schools (80 campuses) by 2020

On behalf of the board

SL Botha CR van der Merwe Chairperson Chief Executive Officer

23 February 2016

STATUTORY AND ADMINISTRATION

Directors: SL Botha** (Chairperson), ZL Combi**, AJF Greyling (COO), HG Louw (ClO), PJ Mouton*, SWF Muthwa**, B Petersen**, B van der Linde (CFO), CR van der Merwe (CEO) * Non-executive *** Independent non-executive

Registered office: 38 Oxford Street, Durbanville, 7550 Transfer secretaries: Computershare Investor Services (Pty) Ltd, 70 Marshall Street, Johannesburg, 2001. PO Box 61051, Marshalltown, 2107

Corporate advisor and sponsor: PSG Capital (Pty) Ltd Curro Holdings Limited Incorporated in the Republic of South Africa (Registration number: 1998/025801/06) JSE share code: COH

ISIN: ZAE000156253 ("Curro" or "the Company" or "the Group")

Website: www.curro.co.za