

• Headline earnings per ordinary share – 404 cents	↑	23,7%
• Ordinary dividends per share – 161 cents	↑	23,8%
• Return on ordinary shareholders' average equity		31,2%
• Return on total average assets		5%
• Efficiency ratio improved from 61,1% to 57,9%		

AUDITED GROUP RESULTS for the year ended 30 June 2006

balance sheets at 30 June

	% change	2006 R'000	Restated 2005 R'000
ASSETS			
Cash and cash balances	130	681 635	296 553
Short-term negotiable securities		24 922	19 377
Loans and advances	9	1 189 078	1 089 708
Other receivables	50	394 783	263 743
Taxation		171	1 885
Investment securities		61 157	53 157
Investments in associated and joint venture companies		49 413	1 376
Deferred tax asset		463	3 053
Property, plant and equipment		49 376	43 243
Intangible assets and goodwill		9 080	–
Total assets	39	2 460 078	1 772 095
Equity			
Ordinary share capital		266	260
Ordinary share premium		23 259	19 554
Reserves		377 186	259 988
Preference share capital		19	10
Preference share premium		199 259	99 636
Total equity attributable to equity holders of the parent	58	599 989	379 448
Minority interest		68 639	16 997
Total equity	69	668 628	396 445
LIABILITIES AND EQUITY			
Liabilities			
Deposits from other banks		78 512	35 801
Other deposits	56	626 851	402 020
Other payables		320 900	200 115
Provisions		10 670	8 239
Investment securities		670 830	668 223
Taxation		39 670	15 334
Deferred tax liability		44 017	45 918
Total liabilities	30	1 791 450	1 375 650
Total liabilities and equity		2 460 078	1 772 095
Commitments and contingencies		93 350	55 429

cash flow statements for the year ended 30 June

	% change	2006 R'000	Restated 2005 R'000
Cash flows from operating activities		222 462	52 446
Cash flows from investing activities		(21 894)	(42 915)
Net cash flows from financing activities		147 348	103 757
Net increase in cash and cash equivalents		347 916	113 288
Cash and cash equivalents at beginning of the year		280 129	166 841
Cash and cash equivalents at end of the year		628 045	280 129

headline earnings segmental analysis

		2006 R'000	2005 R'000
Business Banking	17	54 697	46 807
Sasfin Capital	44	22 449	15 637
Personal Wealth	35	23 172	17 141
Specialised Services	14	5 732	5 031
Total	25	106 050	84 616

headline earnings reconciliation

		2006 R'000	2005 R'000
Headline earnings are determined as follows:			
Profit attributable to equity holders of the parent		156 449	85 104
Capital gains		(50 399)	(488)
Headline earnings	25	106 050	84 616

statements of changes in equity for the year ended 30 June

	Ordinary share capital and premium R'000	Distributable reserve R'000	Share-based payment reserve R'000	Available-for-sale reserve R'000	Regulatory general credit-risk reserve R'000	Total ordinary shareholders' equity R'000	Preference share capital and premium R'000	Minority interest R'000	Total shareholders' equity R'000
Balance at 30 June 2004	16 976	206 280	–	628	1 000	224 884	–	12 378	237 262
Adjustment on adoption of IFRS	–	184	329	–	–	513	–	342	855
Restated balance at 30 June 2004	16 976	206 464	329	628	1 000	225 397	–	12 720	238 117
Available-for-sale portfolio fair value adjustment	–	–	–	1 121	–	1 121	–	747	1 868
Profit for the period	–	86 121	–	–	–	86 121	–	4 890	91 011
Total income and expense for the period	–	86 121	–	1 121	–	87 242	–	5 637	92 879
Issue of shares	2 838	–	–	–	–	2 838	99 646	–	102 484
Equity-settled share-based payments	–	–	413	–	–	413	–	–	413
Transfer to regulatory general credit-risk reserve	–	(3 400)	–	–	3 400	–	–	–	–
Preference share dividends	–	(1 017)	–	–	–	(1 017)	–	–	(1 017)
Ordinary share dividends	–	(35 071)	–	–	–	(35 071)	–	(1 360)	(36 431)
Balance at 30 June 2005	19 814	253 097	742	1 749	4 400	279 802	99 646	16 997	396 445
Available-for-sale portfolio fair value adjustment	–	–	–	68	–	68	–	30	98
Profit for the period	–	164 434	–	–	–	164 434	–	10 244	174 678
Total income and expense for the period	–	164 434	–	68	–	164 502	–	10 274	174 776
Issue of shares	3 711	–	–	–	–	3 711	99 632	–	103 343
Change in shareholding of subsidiaries	–	–	–	–	–	–	–	41 968	41 968
Equity-settled share-based payments	–	–	367	–	–	367	–	–	367
Transfer to regulatory general credit-risk reserve	–	(600)	–	–	600	–	–	–	–
Preference share dividends	–	(7 985)	–	–	–	(7 985)	–	–	(7 985)
Ordinary share dividends	–	(39 686)	–	–	–	(39 686)	–	(600)	(40 286)
Balance at 30 June 2006	23 525	369 260	1 109	1 817	5 000	400 711	199 278	68 639	668 628

reconciliation of previous sa gaap to ifrs

These are the Group's first consolidated financial statements prepared in accordance with IFRS. The accounting policies have been applied in preparing the financial statements for the year ended 30 June 2006, the comparative information presented in these financial statements for the year ended 30 June 2005 and in the preparation of an opening balance sheet at 1 July 2004, being the Group's date of transition.

In preparing its opening IFRS balance sheet, the Group has adjusted amounts reported previously in financial statements prepared in accordance with GAAP. An explanation of how the transition from previous SA GAAP to IFRS has affected the Group's financial position and financial performance is set out in the following tables.

	30 June 2005 R'000	30 June 2004 R'000
ORDINARY SHAREHOLDERS' EQUITY		
As previously reported under SA GAAP	279 265	224 884
Adjustments	537	513
As reported under IFRS	279 802	225 397
MINORITY INTEREST		
As previously reported under SA GAAP	16 639	12 378
Adjustments	358	342
As reported under IFRS	16 997	12 720
PROFIT ATTRIBUTABLE TO EQUITY HOLDERS OF THE PARENT		
As previously reported under SA GAAP	85 493	60 237
Adjustments	(389)	(184)
As reported under IFRS	85 104	60 053
RECONCILIATION OF ASSETS		
As previously reported under SA GAAP	1 770 446	1 382 428
Adjustments	1 649	1 565
As reported under IFRS	1 772 095	1 383 993
RECONCILIATION OF LIABILITIES		
As previously reported under SA GAAP	1 374 896	1 145 166
Adjustments	754	710
As reported under IFRS	1 375 650	1 145 876

commentary

NATURE OF BUSINESS
Sasfin is a bank-controlling company listed under the "Financials: Investment Services" sector of JSE Limited. Sasfin's subsidiaries provide a wide range of complementary banking, financial and related services.

BUSINESS REVIEW

- The Group is making good progress in its objective of being recognised as the preferred banking and financial services group for the entrepreneur.
- Headline earnings per ordinary share for the financial year under review increased by 23,7% (2005: 38%) as compared with the restated headline earnings for the previous financial year.
- All business units performed well and made meaningful contributions to Group headline earnings.
- The efficiency ratio improved to 57,9% from 61,1% year on year.
- Total Group assets increased to R2,5 billion (2005: R1,7 billion) which is reflective of the increased level of activity in all business units.
- Return on ordinary shareholders' average equity decreased to 31,2% (2005: 33,5%).
- The statutory risk-weighted capital adequacy of Sasfin Bank Limited ("the Bank"), currently a 90% owned subsidiary of the Company, is 28,3% (2005: 25,7%).
- The Group disposed of its shares in JSE Limited, which gave rise to a capital gain of R49 million, net of Capital Gains Tax. This amount is excluded from the computation of headline earnings per share.
- As announced on 10 May 2006, Sasfin has entered into an agreement for the Bank, through its Hong Kong registered subsidiary Sasfin Asia Limited, to acquire SBM Nedbank International Limited, a specialist bank registered in the Republic of Mauritius, from Nedbank Group Limited. Approval of this acquisition is being considered by the regulatory authorities.

THE FINANCIAL SECTOR CHARTER

- In January 2006, the Bank issued shares to its black-owned associate, InnoVent Investment Holdings (Pty) Limited resulting in it owning 10% of the Bank.
- The Group has submitted its 2005 empowerment scorecard to the Financial Sector Charter Council and is pleased to report that its empowerment programme is ahead of schedule. The Group is well placed to achieve the 2008 Charter targets.
- In August 2006, the Bank welcomed Mrs DD Mokgatle and Mr MS Rylands as non-executive directors.

SUBSEQUENT EVENTS
Other than as stated in the business review, no subsequent events have arisen.

PROSPECTS

The Group provides a diverse range of niche financial products and services targeted primarily at entrepreneurially-minded clients. As such, future performance will be influenced by the level of economic activity in general, interest rate patterns and the performance of the stock exchange.

Indications are that the current level of business activity being experienced by the Group will be sustained for the forthcoming financial year. Recent interest rate increases have not had any significant adverse effects and new business inflows continue to be strong.

The Group's operations are supported by a high level of capital adequacy and are benefiting from the ongoing investments made in recent years in human resources, support systems and brand development.

BASIS OF PREPARATION AND PRESENTATION OF ANNUAL FINANCIAL STATEMENTS

The Group's annual financial statements are prepared in accordance with International Financial Reporting Standards.

PREFERENCE SHARE DIVIDEND

Notice is hereby given that preference dividend number 4 amounting to 392,77 cents per preference share ("preference dividend") has been declared for the period 1 January 2006 to 30 June 2006, on one million preference shares issued at R100,00 each and on nine hundred and five thousand preference shares issued at R110,49 each. The preference dividend is payable to holders of preference shares recorded in the register of the Company at the close of business on Friday, 13 October 2006.

The salient dates relating to the preference dividend are as follows:

Last day to trade cum the preference dividend	Friday, 6 October 2006
Preference shares commence trading ex the preference dividend	Monday, 9 October 2006
Preference dividend record date	Friday, 13 October 2006
Payment of preference dividend	Monday, 16 October 2006

Preference shares may not be dematerialised or rematerialised between Monday, 9 October 2006 and Friday, 13 October 2006, both days inclusive.

FINAL ORDINARY SHARE DIVIDEND

Notice is hereby given that a final ordinary share dividend for the financial year ended 30 June 2006, amounting to 99 cents per share (2005: 89 cents) per share ("ordinary dividend"), has been declared. The ordinary dividend is payable to shareholders recorded in the register of the Company at the close of business on Friday, 20 October 2006.

Together with the interim ordinary dividend of 62 cents declared on 2 March 2006, the total ordinary dividends for the financial year amount to 161 cents per share (2005: 130 cents per share).

The salient dates relating to the ordinary dividend are as follows:

Last day to trade cum the ordinary dividend	Friday, 13 October 2006
Ordinary shares commence trading ex the ordinary dividend	Monday, 16 October 2006
Ordinary dividend record date	Friday, 20 October 2006
Payment of ordinary dividend	Monday, 23 October 2006

Ordinary shares may not be dematerialised or rematerialised between Monday, 16 October 2006 and Friday, 20 October 2006, both days inclusive.

For and on behalf of the Board.

MB GLATT
Chairman

RDEB SASSOON
Chief Executive Officer

11 September 2006

This announcement and additional information is available on our website: www.sasfin.com

Chairman: MB Glatt (Non-Executive)
Executive directors: RDEB Sassoon * (Chief Executive Officer)
AW Greenstein (Managing Director)
M Segal
*British

Non-executive directors: CN Axtten, ETB Blight, D Paizes, ML Smith

Company secretary: S Jackson

Registered office: Sasfin Place, 13-15 Scott Street, Waverley, 2090, Johannesburg
Tel: +27 11 809-7500
Fax: +27 11 887-6167/2489
Websites: www.sasfin.com
www.sfpscurities.com

Transfer secretaries: Computershare Investor Services 2004 (Pty) Limited
70 Marshall Street, Johannesburg, 2001
PO Box 61051, Marshalltown, 2107

Company registration no.: 1987/002097/06

Lead sponsor: KPMG Services (Pty) Limited

Joint sponsor: Sasfin Capital (a division of Sasfin Bank Limited)

KPMG Inc's and PKF (JHB) Inc's unmodified auditors' reports included in the annual financial statements and on the summarised financial statements contained in this abridged report are available for inspection at the company's registered address.

Sasfin Holdings Limited
(Incorporated in the Republic of South Africa)
(Ordinary share code: SFN ISIN: ZAE000065)
(Preference share code: SFNP ISIN: ZAE00006273)
("Sasfin" or "the Group" or "the Company")

