Year End Results for 12 months ended February 2010

Salient features of FY2010

- Strengthening executive team through appointment of Executive Chairman and new CFO at year end
- Trading results affected by abnormally high rainfall
- Prolonged industrial action in Diesel Power
- Soft used equipment market
- Commercial debt difficult to access
- Tough trading conditions in Construction and Mining Sectors
- Buildmax's *Mining Services*; buoyant customer demand for coal
- Downward pressure on coal pricing and associated services
- Buildmax's *Construction Materials* repositioned to target infrastructure spend
- Impairment of fixed assets and Goodwill write off

Financial Statistics

Financial Statistics

+ 5% ↑	Revenue to R1 805.6 million
- 52% ↓	EBITDA to R227.5 million
-91% ↓	Operating profit to R30 million
1.6% ↓	Operating margin
-144% ↓	HLPS to 5.9 cents
-129% ↓	Core HLPS to 4.4 cents

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Financial Statistics

↓	Impairment of fixed assets R422 million
↓	Impairment of goodwill and intangibles R647.3 million
-15% ↓	Cash generated from operations to R384.7 million
-29% ↓	Gross debt R660.3
-63% ↓	Purchase of PPE R197 million

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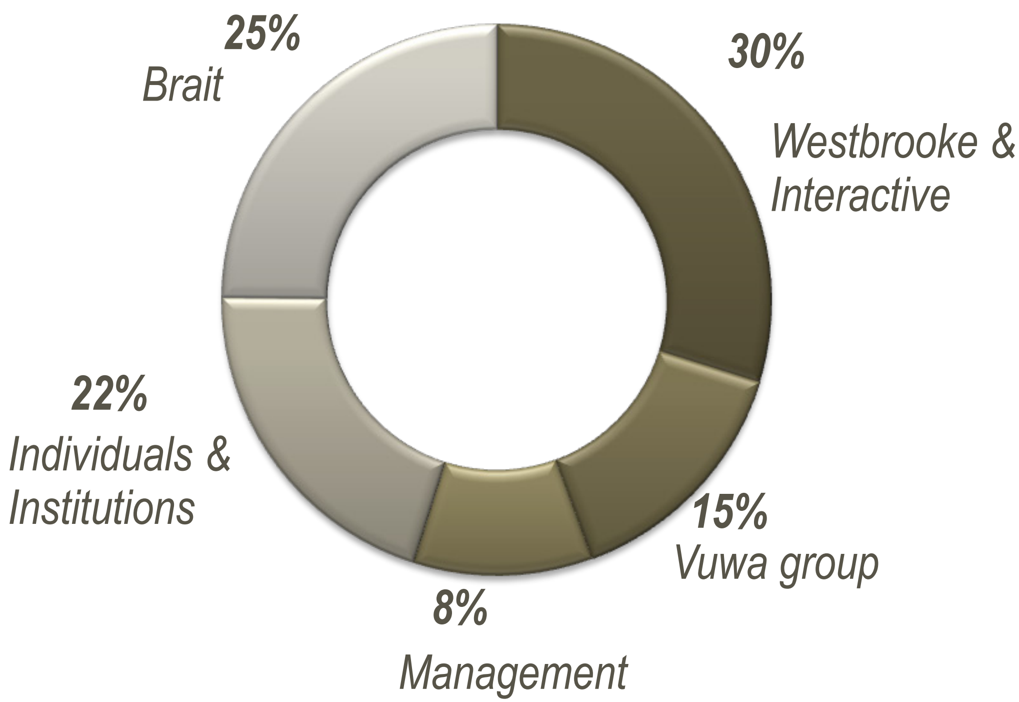
Rights Offer

Salient features of Rights Offer

- Macquarie appointed as advisors
- Board appointed an independent sub-committee to determine quantum and pricing
- Proceeds to reduce debt, fund working capital and potentially to provide equity for medium term capital expenditure
- RLP circular planned for circulation by mid July 2010
- Rights offer planned to open end July and close mid August 2010
- Extraordinary general meeting of shareholders needed to increase authorized share capital
- Brait offered to partially under write the Rights Offer to the amount of R150 million

Shareholding pre rights issue



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Black Economic Empowerment

Black Economic Empowerment

- Vuwa Investments Group holds 15% of Buildmax prior to rights issue
- Retail BEE investors hold 2% of Buildmax prior to right issue
- Risk of dilution due to Rights Offer
- Level 8 contributor
- Aim to become level 4 contributor in 5 years
- BBBEE in aggregate subsidiary companies satisfies Mining Charter requirements

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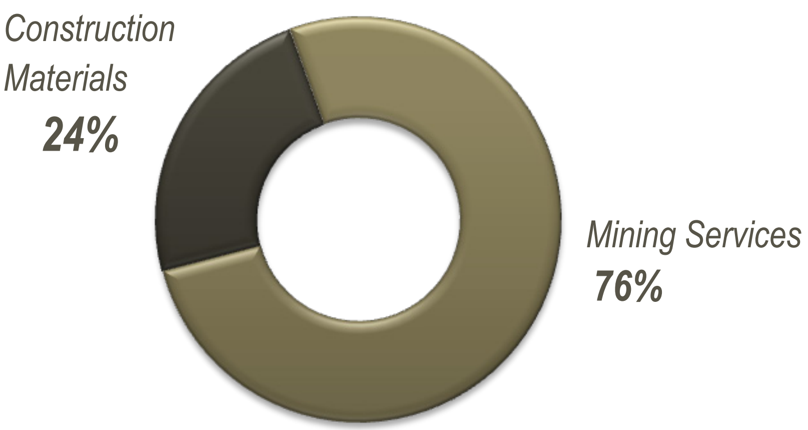
Review of Operations

Segmental Results

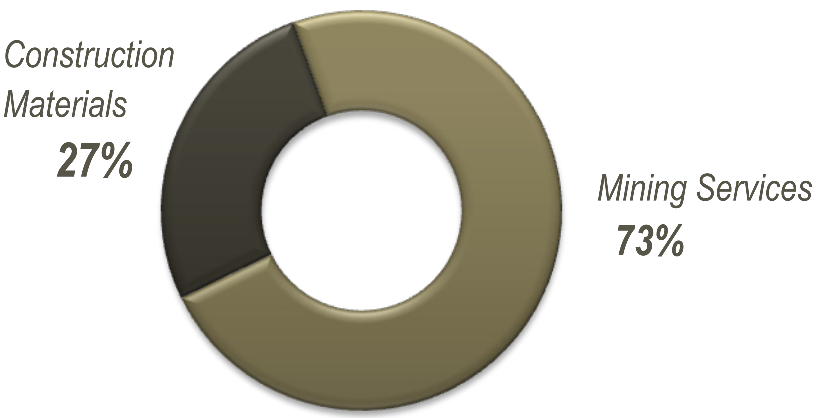
Twelve months to February 2010

Revenue	**R1 806 million**
Operating profit before amortisation	**R51 million**

Divisional contribution to revenue:



Divisional contribution to operating profit:



Mining Services contributed 86% to Group EBITDA of R227.5 million

Mining Services

Operational Review

Opencast Coal Mining

- Decision to terminate Vukuza's loss making contracts
- Exxaro, Xstrata now account for approximately 75% of revenue
- Revenue at Diesel Power end of period was behind budget due to strike action and abnormally high rainfall in March 2009, October 2009,November 2009, December 2009 and February 2010
- Diesel Power and Vukuza Earth Works assume no geological risk
- Changes to contract needed to further reduce risks
- Capital intensive model necessitates other less capital intensive businesses

Earthworks

- Civils outlook for 2011 is unclear
- Civils division to be substantially restructured in first six months of 2011 financial year

Prospects

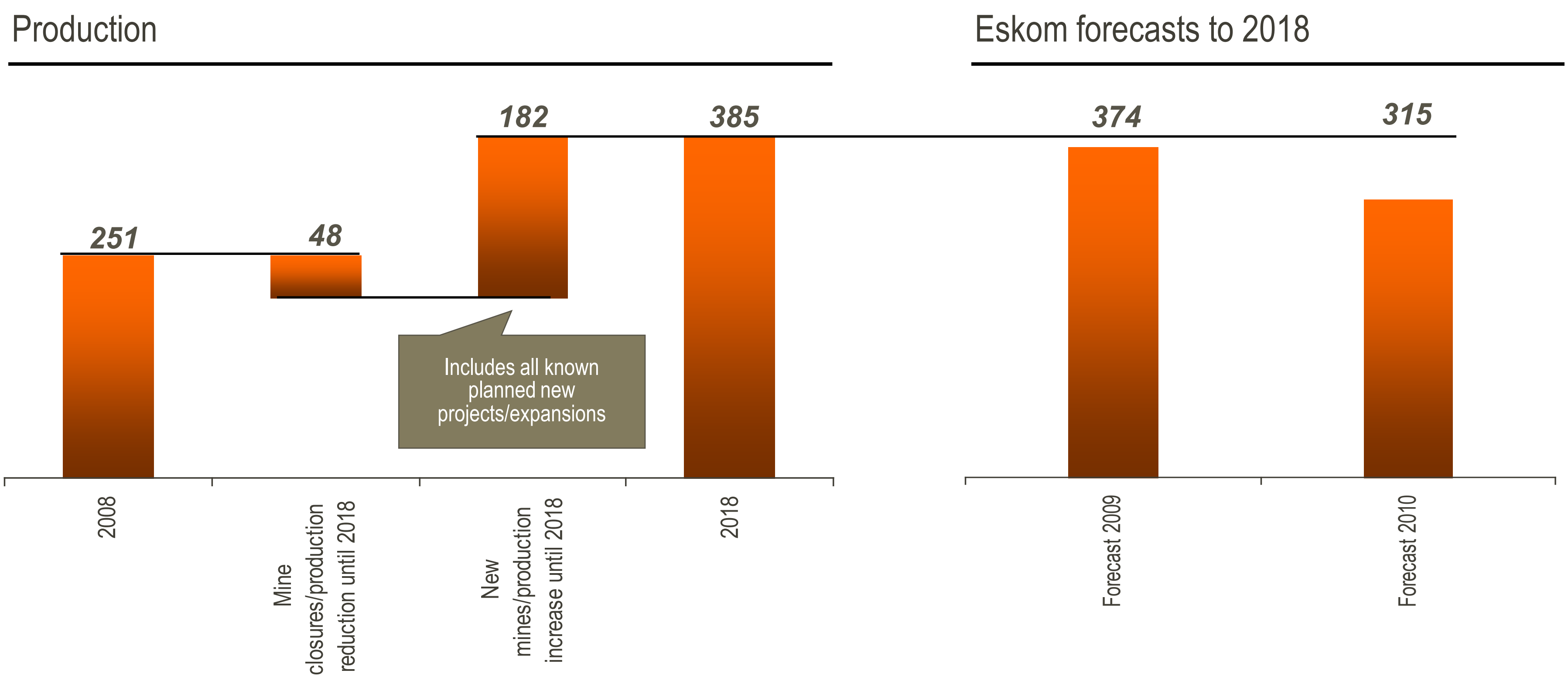
South Africa

- Increased demand for coal due to additional capacity at Eskom and re-commissioning of ‘mothballed’ power stations
- Chief constraints to growth in mining sector are scarcity of capital
- Key clients continue to increase investments and announce new projects
- Hard rock opencast mining projects have been shelved for now
- Less capital intensive businesses in mining value chain being explored
- Vukuza rental model and second hand model
- Further opportunities – washing, stockpile management, screening, SHEQ

Redressing of South Africa’s historic underinvestment in power generation offers growth opportunity

Reserve margin between coal supply and demand

South African thermal coal / Mt



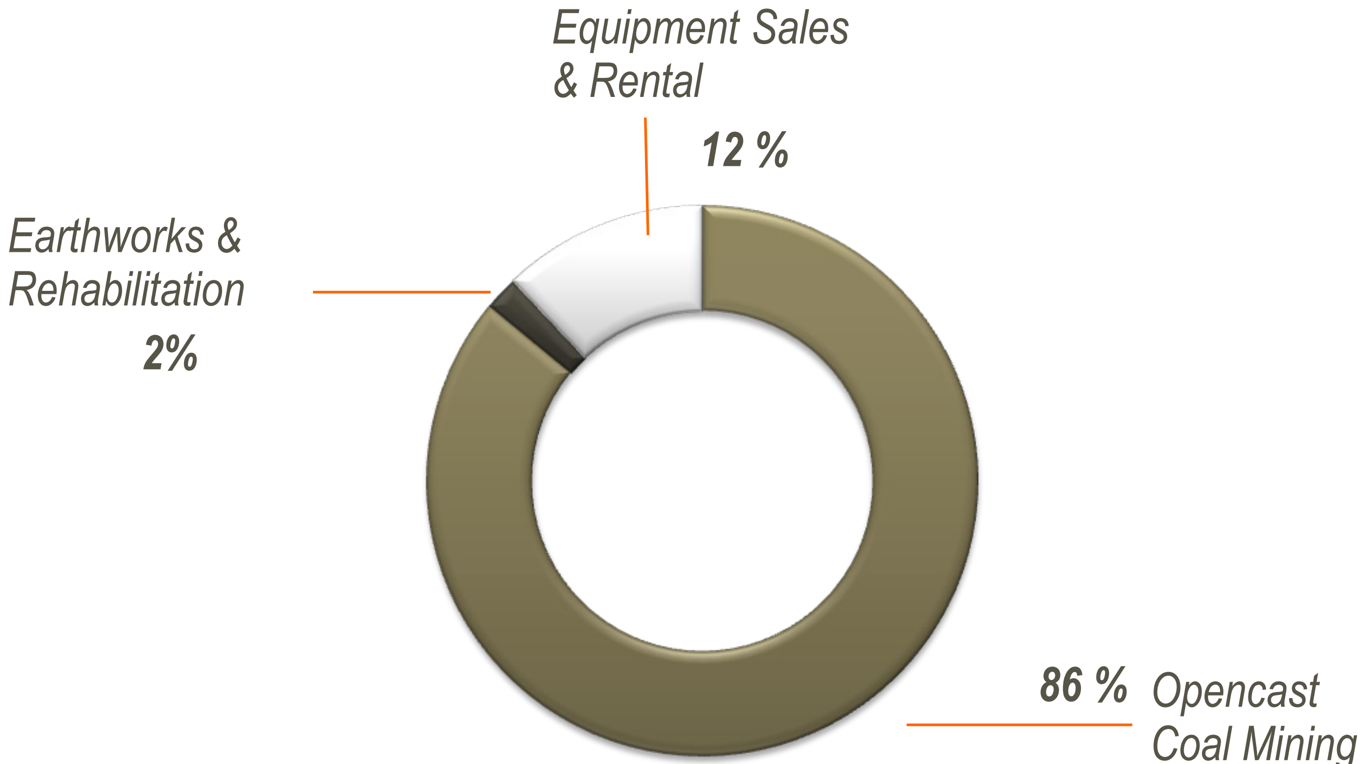
Eskom's forecasts differ widely from one year to the next

Prospects (contd.)

International

- Richards Bay Coal Terminal is increasing capacity from 70Mt per annum to 91Mt per annum to accommodate export demand
  - Rail capacity expected to be a constraint
- Additional export capacity coming on stream through Durban and Maputo
- Most new export allotment to go to BEE companies
- China is a net importer of coal and will require additional resources as energy requirements continue to grow
- India now SA's largest export customer

Forecast Revenue (by division) – February 2011



Construction Materials

Operational Review

Aggregates & Quarries

- Crushco is the largest river sand producer in Gauteng
- Dependence on group companies for distribution is decreasing
- Product mix and quality improved to cater for infrastructure spending, particularly roads

Bricks & Blocks

- Continued negative growth in Western Cape market
- Watson Concrete and Cast businesses to be combined on one site
- Cast's newly commissioned curb plant now producing at full capacity but sourcing aggregates remains a challenge

Rainwater goods

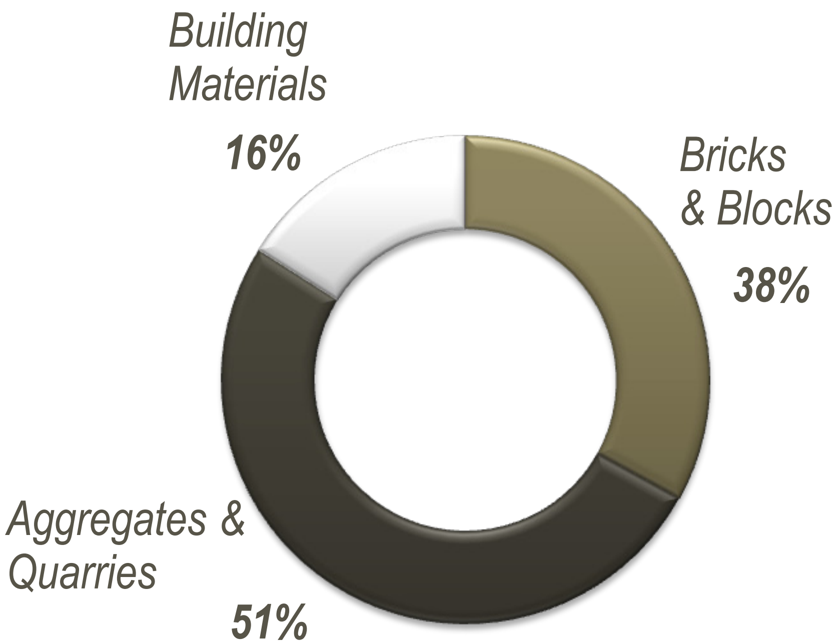
- Decision taken to relocate Burde and Kensmark

Prospects

- Infrastructure spending funded primarily by government continues to lose momentum
- Successive interest rate cuts notwithstanding residential market has not recovered. Negative sentiment, lack of bank funding and Eskom capacity constraints continue to adversely affect the residential construction market - not expected to recover before the last quarter of 2010 or first quarter of 2011
- Non residential private sector spend also declining due to lack of confidence and Eskom capacity constraints
- Revenue was therefore behind target at the end of the period
- BEE credentials and increased product lines expose Buildmax to government-funded infrastructure projects such as roads, airport upgrades etc.

Forecast Revenue – February 2011

Forecast revenue by Division – February 2011



Financial Overview

Statement of comprehensive income

	Audited year ended 28 February 2010 R'000	Unaudited Pro-forma year ended 28 February 2009 R'000	Audited year ended 28 February 2009 R'000
Revenue	**1 805 584**	1 724 317	1 633 911
Operating profit before depreciation and amortisation ("EBITDA")	**227 540**	477 807	453 451
Depreciation	**(176 090)**	(142 979)	(134 143)
Operating profit before amortisation	**51 450**	334 828	319 308
Amortisation of intangible assets	**(21 758)**	(21 758)	(19 945)
Profit before loss on disposal of business unit, impairments, interest and taxation	**29 692**	313 070	299 363
Loss on disposal of business	**(2 467)**	-	-
Impairment losses	**(1 069 166)**	(255 443)	(255 443)
(Loss) / profit before interest and taxation ("PBIT")	**(1 041 941)**	57 627	43 920
Interest received	**15 430**	18 811	17 378
Interest paid	**(101 856)**	(123 602)	(115 882)
Loss before taxation ("PBT")	**(1 128 367)**	(47 164)	(54 584)
Taxation	**117 518**	(56 544)	(54 793)
Loss after taxation	**(1 010 849)**	(103 708)	(109 377)

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Statement of comprehensive income

	Audited year ended 28 February 2010 R'000	Unaudited Pro-forma year ended 28 February 2009 R'000	Audited year ended 28 February 2009 R'000
Other comprehensive income / (loss) for the year			
Unrealised profit / (loss) due to change in fair value of cash flow hedge	**1 711**	-	(7 739)
Taxation	**(479)**	-	2 167
Total comprehensive loss for the year	**(1 009 617)**	(103 708)	(114 949)
Loss after taxation attributable to:			
Equity holders of Buildmax	**(1 007 245)**	(97 510)	(103 213)
Outside shareholders' interests	**(3 604)**	(6 198)	(6 164)
	(1 010 849)	(103 708)	(109 377)
Total comprehensive loss for the year attributable to:			
Equity holders of Buildmax	**(1 006 013)**	(97 510)	(108 785)
Outside shareholders' interests	**(3 604)**	(6 198)	(6 164)
	(1 009 617)	(103 708)	(114 949)

Statement of comprehensive income – supplementary information

	Audited year ended 28 February 2010	Unaudited Pro-forma year ended 28 February 2009	Audited year ended 28 February 2009
Headline (loss) / earnings per share (cents)	**(5.9)**	13.4	15.8
Core headline (loss) / earnings per share (cents)	**(4.4)**	15.4	18.0
Basic loss per share (cents)	**(96.8)**	(9.4)	(11.9)
Shares in issue ('000)			
- at end of the period	**1 040 700**	1 040 700	1 040 700
- weighted	**1 040 700**	1 040 700	868 570

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Statement of financial position

	Audited 28 February 2010 R'000	Audited at 28 February 2009 R'000
ASSETS		
Non-current assets		
Property, plant and equipment	**901 997**	1 324 615
Goodw ill	**190 848**	810 578
Other intangible assets	**174 801**	224 117
Deferred taxation	**20 087**	2 216
	1 287 733	2 361 526
Current assets		
Inventories	**72 049**	90 911
Trade and other receivables	**269 284**	318 589
Taxation receivable	**5 502**	1 364
Bank and cash balances	**136 447**	326 957
	483 282	737 821
Total assets	**1 771 015**	3 099 347

Statement of financial position

	Audited 28 February 2010 R'000	Audited at 28 February 2009 R'000
EQUITY AND LIABILITIES		
Share capital and premium	**1 732 382**	1 732 382
Cash flow hedging reserve	**(4 340)**	(5 572)
Accumulated loss	**(1 098 898)**	(91 653)
Ordinary shareholders' interests	**629 144**	1 635 157
Outside shareholders' interests	**-**	3 604
Total shareholders' interests	**629 144**	1 638 761
Non-current liabilities		
Interest-bearing liabilities	**315 037**	525 082
Derivative instruments	**1 940**	4 076
Provisions	**3 956**	3 956
Deferred taxation	**85 487**	194 307
	406 420	727 421
Current liabilities		
Interest-bearing liabilities	**307 522**	358 121
Derivative instruments	**4 088**	3 663
Vendor loan payable	**47 000**	54 526
Trade and other payables	**325 254**	260 880
Provisions	**19 571**	-
Taxation payable	**344**	15 942
Bank overdrafts	**31 672**	40 033
	735 451	733 165
Total equity and liabilities	**1 771 015**	3 099 347
Net asset value per share (cents)	**60.5**	157.5
Net tangible asset value per share (cents)	**30.0**	64.1

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Cash Flow Statement

	Audited year ended 28 February 2010 R'000	Audited year ended 28 February 2009 R'000
Operating activities		
Loss before taxation ("PBT")	**(1 128 367)**	(54 584)
Non-cash flow items and changes in working capital	**1 426 597**	405 998
Net interest paid	**86 426**	98 504
Cash generated from operations	**384 656**	449 918
Net interest paid in cash	**(86 985)**	(94 676)
Taxation paid	**(29 388)**	(36 934)
Cash flows from operating activities	**268 283**	318 308
Investing activities		
Acquisition of businesses	**-**	(208 123)
Settlement of vendor liabilities in acquired businesses	**-**	(64 012)
Purchase of property, plant and equipment		
- Expanding operations	**(151 215)**	(505 636)
- Maintaining operations	**(45 774)**	(30 938)
Proceeds on disposal of property plant and equipment	**15 201**	42 306
Net cash outflows from investing activities	**(181 788)**	(766 403)
Financing activities		
Net proceeds from issue of shares	**-**	496 713
Interest-bearing liabilities raised	**85 245**	521 277
Interest-bearing liabilities repaid	**(353 889)**	(299 872)
Net cash flows (outflows) from financing activities	**(268 644)**	718 118
Net (decrease) / increase in cash and cash equivalents	**(182 149)**	270 023
Cash and cash equivalents at the beginning of the year	**286 924**	16 901
Cash and cash equivalents at the end of the year	**104 775**	286 924

Impairments of Property Plant and Equipment (PPE)

- Change in estimates of useful lives and residual values from 1 March 2010
- Plant will now be depreciated on actual hours from 1 March 2010
  - Compared against Industry Best Practice
- Property Partnership valuations used to compare against management assessments
  - FY 2009 at market value
  - FY 2010 at constrained market value
    - Reviewed on an item by item basis (Valuation as well as physical existence)
- Details of PPE impairment (pre-tax):
  - Diesel Power R 270 m
  - Vukuza R 142 m
  - Wit Deep R 7 m
  - BSB R 3 m
  - **Total R 422 m**

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Impairments of Goodwill and Intangible assets

- Realistic projections for FY 2011 and beyond
- Realistic asset replacement cycle
  - Taking current credit environment into consideration
- Diesel Power forecast : leasing model used for IAS 36
- Independent valuation by Moore Stephens
- Details of total impairment (goodwill and intangibles – pre-tax):

	Balance before impairment	Impairment	Closing Balance
Diesel Power	200 260	71 764	128 496
Vukuza	122 004	122 004	-
Cast	81 018	65 841	15 177
Columbia	46 311	33 628	12 683
Crushco	337 504	202 067	135 437
Alfa / Verlesha	77 298	43 537	33 761
Wit Deep	67 688	67 688	-
BSB	80 852	40 758	40 094
Totals	1 012 935	647 288	365 647

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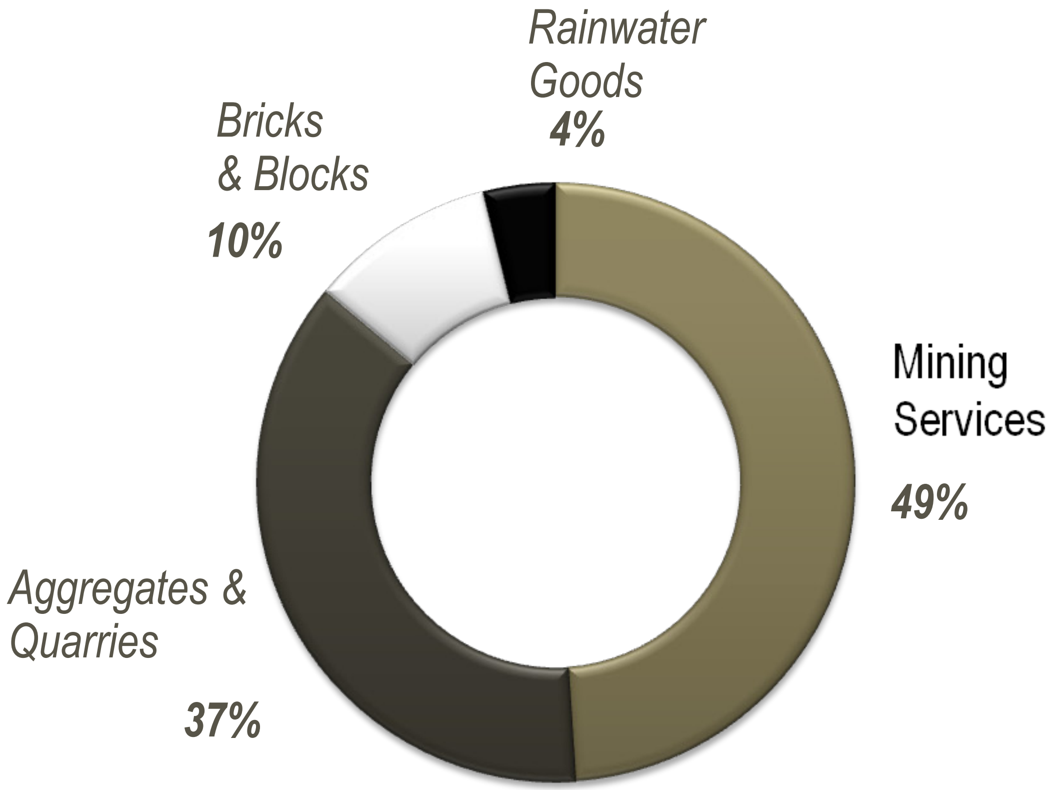
Net Asset Value analysis: 60.5 cents per share



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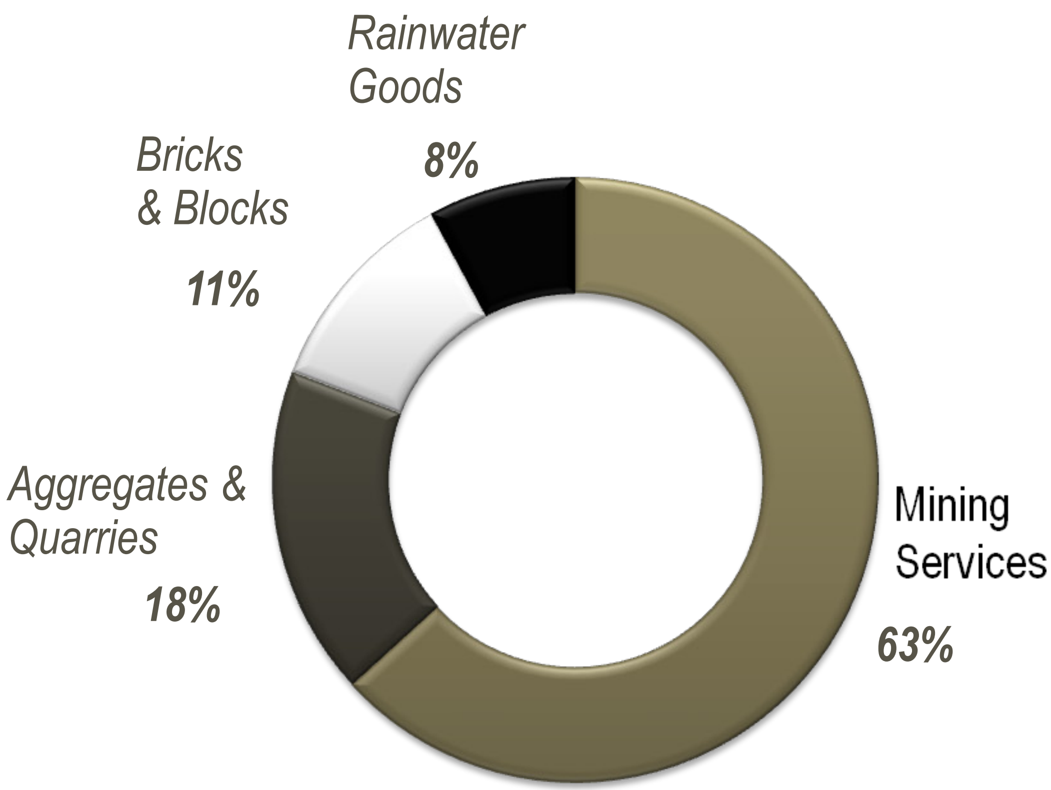
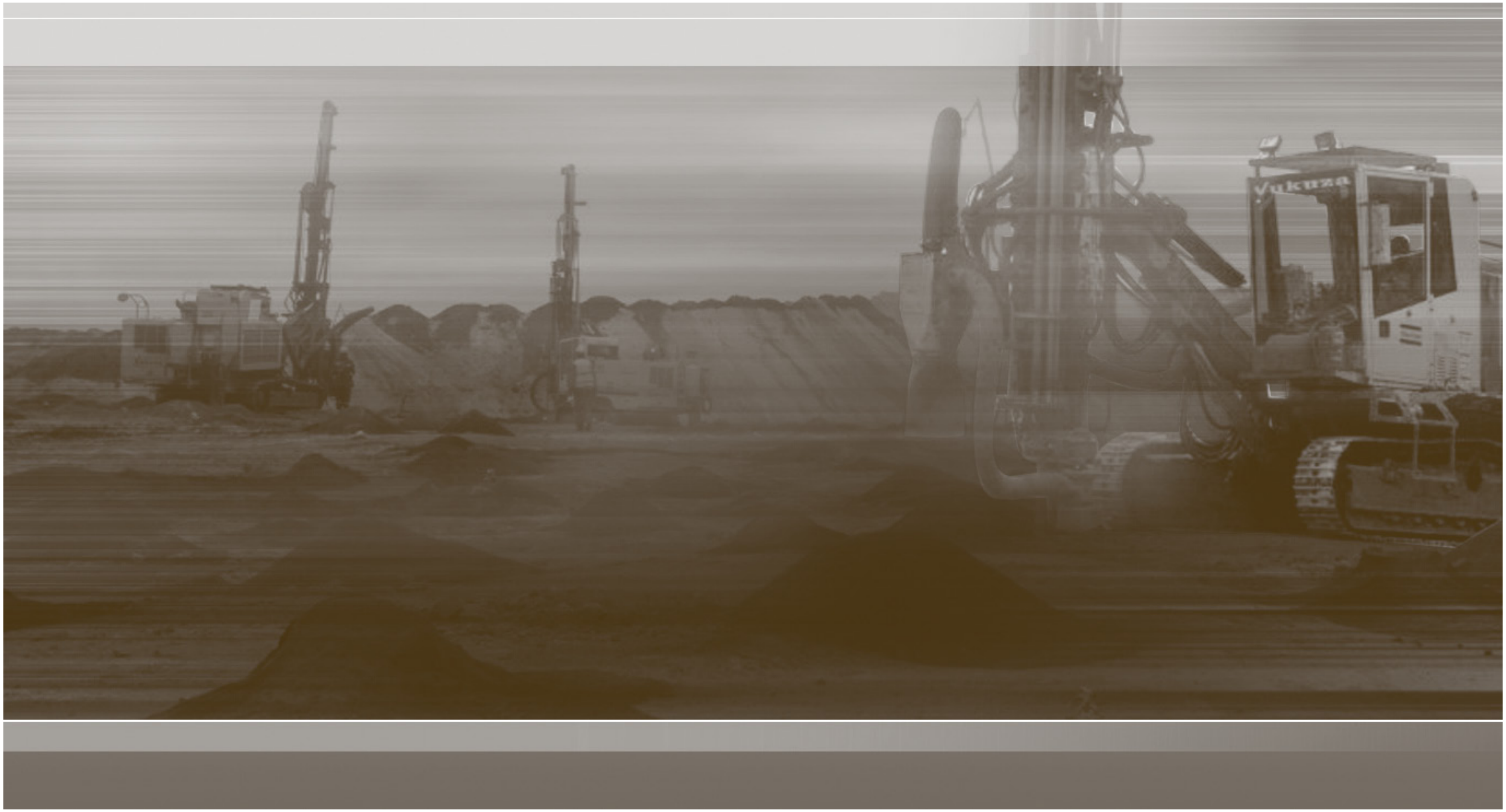
Tangible Net Asset Value analysis: 30 cents per share



Capital Expenditure

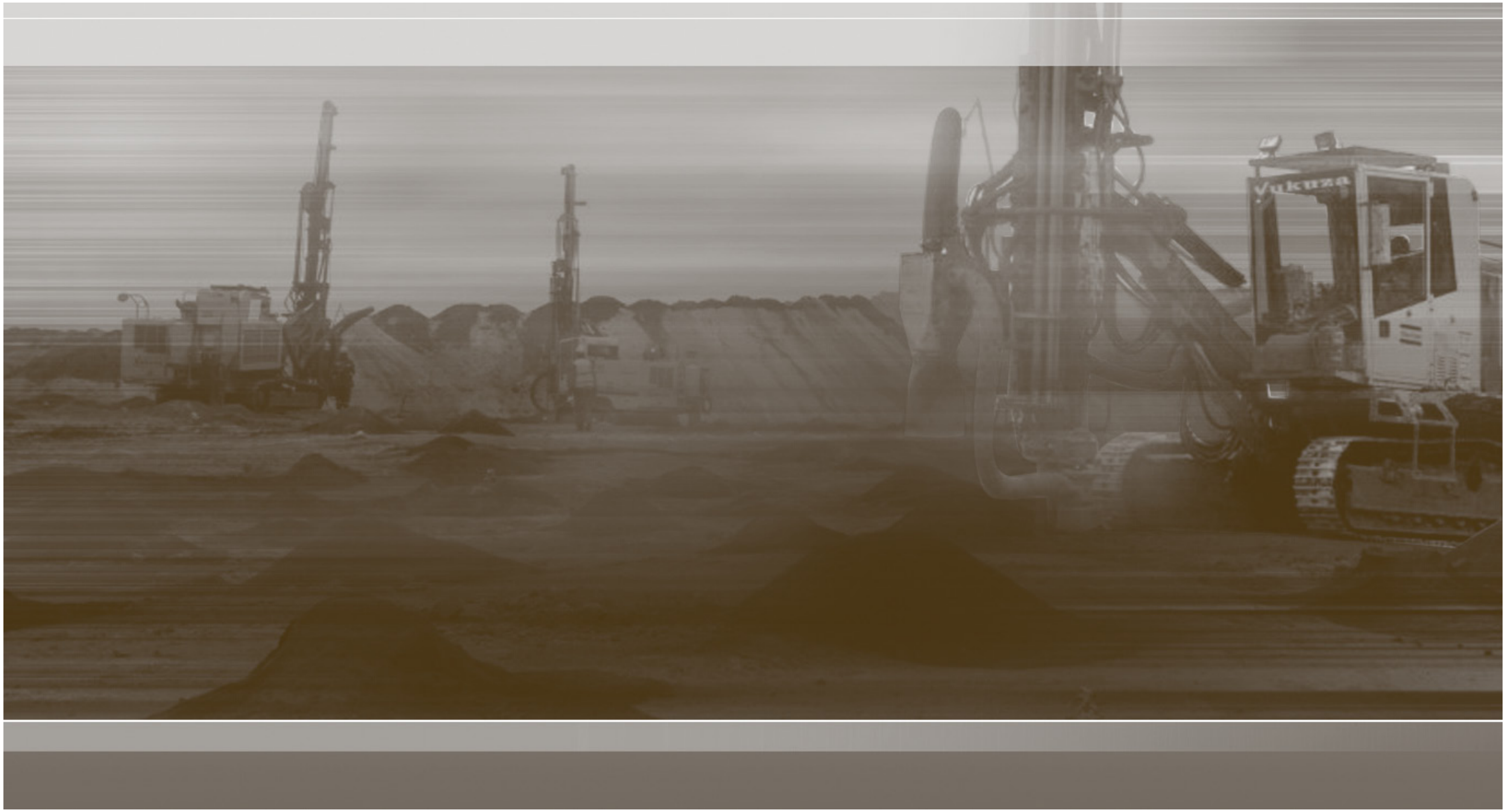


Capital Expenditure

- Capital expenditure reduced 63% to R197 million
- 75% of Capital expenditure spend on expanding of operations
- Limited capital expenditure planned for FY 2011
- Taken a view to reduce excess fleet in Mining Services and Construction Materials
- Vukuza plant rental implemented
- 2nd Hand plant sales division
- Buildmax will continue to hire-in equipment to cope with demand

The group is highly cash generative at an operations level as a significant proportion of EBITDA translates into operating cash generated

Corporate Strategy



Buildmax in the Open Cast Mining Value Chain

Exploration / Prospecting	*Mining*	*Beneficiation*	*Logistics*	*Sales Marketing*
Mining Services				
	Diesel Power Vukuza			
Construction Materials				
Crushco **Verlesha** **Mystic Blue***	**Crushco** **Alfa** **Verlesha**	**Crushco** **Alfa** **Verlesha** **Aflease**	**Crushco** **Alfa** **BSB** **Wit Deep**	**Crushco** **Alfa** **BSB** **Wit Deep**

70% of Revenue is derived from opencast mining

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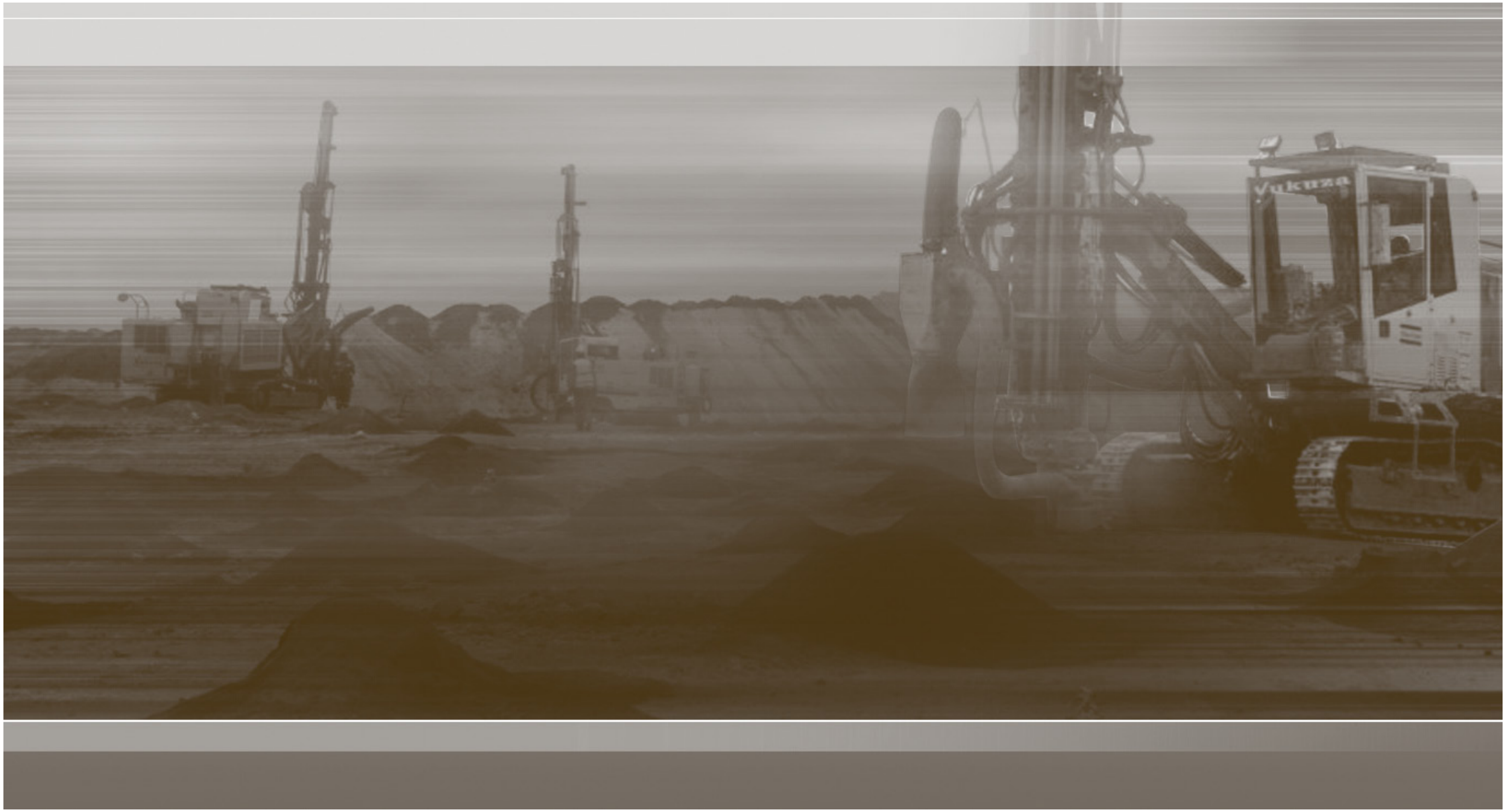
Ongoing Actions



Ongoing actions to weather the storm

Funding
- Banks confirmed facilities
- Renegotiating borrowing covenants
- Rights Offer proceeds to settle portion of debt
- Sell excess mining and construction equipment
- Reduce debt levels

Working Capital
- Even more focus on debtors
- CGIC cover
- Portion of Rights Offer will provide working capital

Overheads
- 3 year deal with Union
- Market related salary increases
- Consolidation of administration centers
- Restructure facilities to extract synergies
- Curtail discretionary costs

CAPEX
- Limited CAPEX for FY2011
- No new projects
- Critically evaluating all current mining contracts
- Utilizing services of sub-contractors