

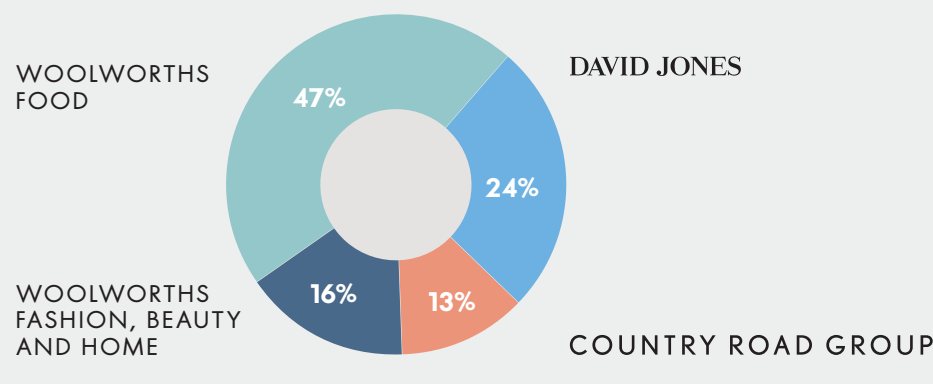
FINANCIAL OVERVIEW

	Turnover and concession sales	Profit before tax	Adjusted profit before tax	Earnings per share
Turnover	-2.1% to R42.1bn	-36.9% to R2.3bn	-16.9% to R2.2bn	-41.9% to 167.9cps
-1.0% to R39.2bn	Headline earnings per share	Adjusted diluted headline earnings per share	Net cash (excluding lease liabilities) of	Interim dividend of
	-35.6% to 168.2cps	-16.3% to 162.2cps	R0.3bn (2020: net borrowings of R6.8bn)	80.5cps (2020: Nil)



DIVISIONAL OVERVIEW

TURNOVER AND CONCESSION SALES



WOOLWORTHS



FASHION, BEAUTY AND HOME

TURNOVER AND CONCESSION SALES

+4.2%

DAVID JONES

TURNOVER AND CONCESSION SALES

-9.2%

ADJUSTED OPERATING PROFIT

+34.0%

ADJUSTED OPERATING PROFIT

-44.6%



FOOD

TURNOVER AND CONCESSION SALES

+3.8%

COUNTRY ROAD GROUP

TURNOVER

-3.1%

ADJUSTED OPERATING PROFIT

-8.0%

ADJUSTED OPERATING PROFIT

-48.9%

COMMENTARY ON PERFORMANCE

Group turnover and concession sales for the 26 weeks ended 26 December 2021 ('current period' or 'period') decreased by 2.1%, compared to the 26 weeks ended 27 December 2020 ('prior period') and by 0.3% in constant currency terms. Online sales grew by 22.4%, contributing 13.7% to the Group's total turnover and concession sales for the period. Overall trading momentum improved in the last six weeks of the period, with sales growing by 3.0%, and by 3.5% in constant currency terms, supported by more targeted Black Friday promotions, positive festive season trade, and the lifting of lockdown restrictions in Australia.

The results for the current period are not directly comparable to that of the prior period, given the impact of lost sales arising from the prolonged lockdowns in Australia and, to a lesser degree, disruptions in South Africa, coupled with the absence of JobKeeper allowances in Australia and rent relief, which supported the prior period base. The results of the prior period also included the profit on the sale of the Bourke Street Men's property, as well as lease exit and modification gains. Earnings per share ('EPS') was 167.9cps compared to 288.8cps for the prior period, while headline EPS ('HEPS') and adjusted diluted HEPS decreased by 35.6% and 16.3% over the prior period to 168.2cps and 162.2cps, respectively.

The Group ended the period with a strong balance sheet and a net cash position of R258 million. Having successfully progressed our capital restructuring in Australia, and as a result of our ongoing cash generation initiatives, David Jones ended the period with a net cash position of A\$347 million. Given the level of excess cash in this business, the Board of David Jones therefore declared a special dividend to WHL of A\$90 million (approximately R1 billion) after period end, which will, in the interim, be utilised to reduce debt in South Africa.

SOUTH AFRICA

In South Africa, trading conditions earlier in the reporting period were impacted by the ongoing effects of Covid-19, the civil unrest in July, power outages and international supply chain disruptions and supplier delays. International travel restrictions during the key festive season affected inbound tourism and consumption to some degree.

WOOLWORTHS FASHION, BEAUTY AND HOME ('FBH')

The FBH business grew turnover and concession sales by 4.2% and by 4.7% in comparable stores, with price movement of 5.4%. Growth on the prior period was impacted by the reduced footprint, rationalising brands and SKUs and the timing of summer clearance. The slower trading momentum in the last six weeks of the period was due, in part, to underperformance in selected Womenswear categories. Online sales grew by 19.2%, contributing 4.4% of South African sales, while the ongoing execution of space reduction initiatives reduced the footprint by 6.1%, resulting in improved trading densities.

With a deliberate focus on driving full-price sales, coupled with increased promotional effectiveness, gross profit margin increased by 40bps to 46.3%, notwithstanding inflationary supply chain pressures. Expenses reduced by 0.9%, as we improved operating efficiencies through space reduction and other initiatives. Adjusted operating profit increased by 34.0% to R780 million, resulting in an operating margin of 11.6% for the period.

WOOLWORTHS FOOD

The Woolworths Food business grew turnover and concession sales by 3.8% for the half, and by 5.8% in the last six weeks of the period. Sales in comparable stores grew by 2.8%, with price movement of 2.6% and underlying product inflation of 3.7%. Sales growth should be considered in the context of the high Covid-19 base, which benefitted from increased home consumption. Relative to the comparative 2019 period, sales have grown by a cumulative 15.2%. Online sales increased by 55.8%, contributing 3.1% of South African sales, while space grew by 2.2% relative to the prior period.

Gross profit margin of 24.1% was 70bps lower than the prior period, as a result of the high volumes and low waste in the base, continued price investment and the higher online sales contribution. Expenses grew by 6.3%, due to the ongoing investment in online and digital capabilities and higher energy costs. Adjusted operating profit declined by 8.0% to R1 409 million, returning an operating margin of 7.2% for the period.

WOOLWORTHS FINANCIAL SERVICES ('WFS')

The WFS net book grew by 5.3% year-on-year to the end of December 2021, compared to a 7.8% contraction of 31 December 2020, reflecting the recovery in consumer spend. The annualised impairment rate for the six months ended 31 December 2021 improved to 4.0%, compared to 4.1% in the prior period.

AUSTRALIA AND NEW ZEALAND

Trade was significantly impacted by government-imposed Covid restrictions across the region, where we were unable to trade in stores representing 70% of our brick-and-mortar sales for over three months during the period. The easing of restrictions and reopening of stores, coupled with pent-up consumer demand, delivered positive sales growth in the last six weeks of the period, notwithstanding the shift of Boxing Day sales into the second half of this financial year versus the first half of the prior period.

DAVID JONES ('DJ')

DJ turnover and concession sales declined by 9.2% and by 9.0% in comparable stores for the half but grew by 3.2% in the last six weeks of the period (7.7% adjusting for the shift in Boxing Day sales). In line with our space optimisation strategy, trading space reduced by a further 5.8% relative to the prior period. Online sales increased by 44.2% and contributed 28.1% to total sales during the period.

Gross profit margin improved by 20bps to 35.0%, as a result of reduced markdowns, an improved inventory position, and the timing of the Boxing Day sale. Expenses declined by 1.8% on the prior period, as a result of store closures, space reduction and cost-out initiatives, notwithstanding Covid-related government support and rent concessions in the prior period base. Adjusted operating profit of A\$310 million was 44.6% down on the prior period, returning an operating margin of 3.2%.

COUNTRY ROAD GROUP ('CRG')

CRG sales declined by 3.1% and by 3.2% in comparable stores for the half but grew by 1.7% in the last six weeks of the period. Online sales increased by 3.6% and contributed 33.8% to total sales, while trading space reduced by 7.4% relative to the prior period.

Gross profit margin of 59.5% was 50bps lower than the prior period, mainly due to increased freight and online fulfilment costs. Expenses for the current period increased by 15.8%, as a result of the Covid-related government support and rent relief benefits in the prior year base. Adjusted operating profit declined by 48.9% to A\$48.0 million for the current period, resulting in an operating margin of 9.7%.

OUTLOOK

The South African economy is showing encouraging signs of a post-pandemic recovery. Notwithstanding this, high unemployment, coupled with rising inflation and rising interest rates, are likely to remain a headwind to the outlook for consumer spend.

In Australia, trading conditions are expected to improve post the Omicron peak at the beginning of the second half, as restrictions ease and consumer confidence recovers. Footfall in stores is also expected to improve, albeit that it is likely to remain below pre-Covid levels, particularly in CBD areas. Whilst the prospect of rising interest rates will have some impact, the underlying fundamentals of the economy are sound with record low unemployment, rising wages and a robust housing market.

Global supply chain disruptions and high freight costs continue to pose a risk to both the cost and supply of product.

We remain steadfast and focused on the execution of our strategies and deliberate in our drive for sustainable growth and sound capital management across the Group. We have a strong balance sheet, which provides a solid foundation for future investment for profitable growth.

Any reference to future financial performance included in this announcement has not been reviewed or reported on by the Group's external auditors and does not constitute an earnings forecast.

H Brody

Chairman
Cape Town
1 March 2022

R Bagattini

Group Chief Executive Officer

DIVIDEND DECLARATION

The Board of Directors of WHL ('Board') has taken a decision to declare an interim gross cash dividend per ordinary share ('dividend') based on a pay-out ratio of 60% of headline earnings of the combined Woolworths South Africa business segments FBH, Food and WFSI.

Notice is hereby given that the Board has declared an interim dividend of 80.5 cents (64.4 cents net of dividend withholding tax) for the 26 weeks ended 26 December 2021. The Company did not declare an interim dividend in the prior period. The dividend has been declared from reserves and therefore does not constitute a distribution of 'contributed tax capital' as defined in the Income Tax Act, 58 of 1962. A dividend withholding tax of 20% will be applicable to all shareholders who are not exempt.

The issued share capital at the declaration date is 1 051 890 006 ordinary shares. The salient dates for the dividend will be as follows:

Last day of trade to receive a dividend	Tuesday, 22 March 2022
Shares commence trading 'ex' dividend	Wednesday, 23 March 2022
Record date	Friday, 25 March 2022
Payment date	Monday, 28 March 2022

Share certificates may not be dematerialised or rematerialised between Wednesday, 23 March 2022 and Friday, 25 March 2022, both days inclusive. Ordinary shareholders who hold dematerialised shares will have their accounts at their CSDP or broker credited or updated on Monday, 28 March 2022. Where applicable, dividends in respect of certificated shares will be transferred electronically to shareholders' bank accounts on the payment date. Where the transfer secretaries do not have the banking details of any certificated shareholders, the cash dividend will be held in trust by the transfer secretaries pending receipt of the relevant certificated shareholder's banking details after which the cash dividend will be paid via electronic transfer into the personal bank account of the certificated shareholder.

CA Reddiar

Group Company Secretary
Cape Town
1 March 2022

CHANGES TO THE BOARD OF DIRECTORS AND BOARD COMMITTEES

Shareholders and bondholders are hereby advised, further to the Company's previous announcement on 30 September 2021 on the JSE Stock Exchange News Service ('SENS') in this regard, that Ms Zarina Bassa will step down from the WHL Board; as lead independent director of WHL; and as a member of the WHL Remuneration and Talent Management, Nominations, Risk and Compliance, Audit, and Treasury Committees, with effect from 31 March 2022.

Ms Bassa has served WHL with distinction since her appointment in November 2011 and has resigned given the Board's tenure guidelines, which provides that tenures beyond nine years are only extended in exceptional circumstances.

The Board thanks Zarina for her commitment and extensive contributions to WHL over the years and wishes her well in her future endeavours.

The following changes to the Board were advised on the SENS, during the period under review:

- Ms Zyda Rylands stepped down as the Chief Executive Officer of Woolworths South Africa (WSA) and as an executive director of WHL, with effect from 30 September 2021. She has been appointed as Chief Executive Officer of the Food business within Woolworths South Africa.
- Mr Sam Ngumeni, an Executive director, was appointed as a member of the WHL Social and Ethics and Sustainability Committees, with effect from 1 October 2021.
- Mr David Kneale, an independent Non-executive director, stepped into the position of Chairman of the WHL Remuneration and Talent Management Committee with effect from 25 November 2021 and of the WHL Risk and Compliance Committee, with effect from 1 March 2022.
- Ms Phumzile Langeni has been appointed as an independent Non-executive director, with effect from 1 April 2022. She will also serve on the Risk and Compliance and Audit Committees of the Group.

ABOUT THIS ANNOUNCEMENT

STATEMENT AND AVAILABILITY

This short form announcement, including the constant currency and pro forma financial information, is the responsibility of the directors and is only a summary of the information in the full announcement. The Unaudited Interim Group Results were approved by the Board on 1 March 2022, and the information in this announcement has been correctly extracted from the Unaudited Interim Group Results. Any investment decisions by investors and/or shareholders and/or bondholders should be based on consideration of the full announcement, which has been published on SENS and available at:

<https://senspdf.jse.co.za/documents/2022/JSE/ISSE/WHLE/WHLFY22.pdf> and on the Company's website: <https://www.woolworthsholdings.co.za/wp-content/uploads/2022/03/whlfy22.pdf>

An electronic copy of the full announcement may be requested and obtained, at no charge, from the Group Company Secretary at Governance@woolworths.co.za or the Head of Investor Relations at InvestorRelations@woolworths.co.za. The Interim Analyst Presentation will be available on the website later today at the link, https://www.woolworthsholdings.co.za/wp-content/uploads/2022/03/Interim_Analyst_Presentation.pdf

DIRECTORATE AND STATUTORY INFORMATION

Non-executive Directors

Hubert Brody (Chairman),
Zarina Bassa (Lead Independent Director),
Christopher Colfer (Canadian), Belinda Ear (British),
David Kneale (British), Nambulelo Moholi,
Themba Skweyiva, Clive Thomson

Executive Directors

Roy Bagattini (Group Chief Executive Officer),
Reeza Isaacs (Group Finance Director),
Sam Ngumeni (Group Chief Operating Officer)

Group Company Secretary

Chantel Reddiar

Registered address

Woolworths House,
93 Longmarket Street, Cape Town 8001, South Africa
PO Box 680, Cape Town 8000, South Africa

JSE sponsor and debt sponsor

Rand Merchant Bank
(A division of FirstRand Bank Limited)

Transfer secretaries

Computershare Investor Services Proprietary Limited
15 Biermann Avenue, Rosebank 2196, South Africa

Woolworths Holdings Limited

(Incorporated in the Republic of South Africa)
(('the Group', 'the Company' or 'WHL')

Registration number

1929/001986/06

LEI: 3789009542E07184E97

Share code: WHL

Share ISIN: ZAE000063863

Bond Company code: WHLI

Tax number: 9300/149/71/4