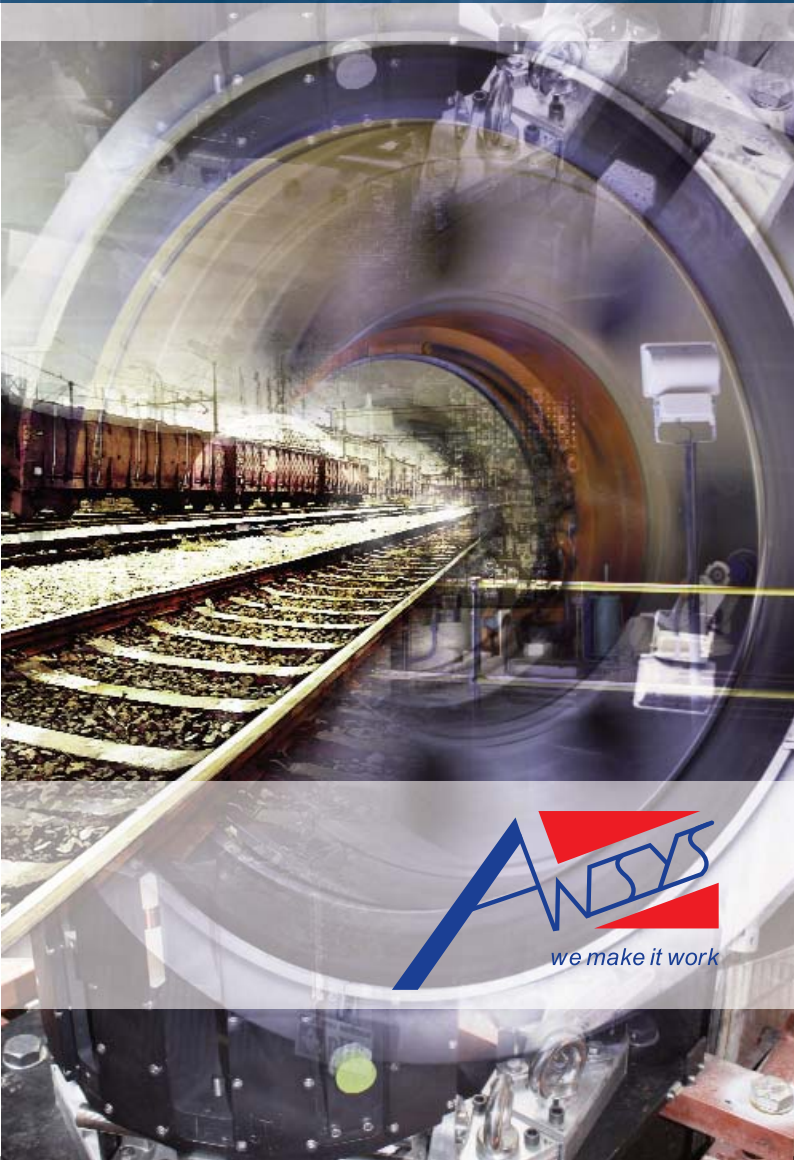


2011

ANSYS LIMITED REVIEWED
GROUP INTERIM RESULTS



HIGHLIGHTS

- Gross profit up by 12%
- EBITDA up by 22% to R8.4 million
- HEPS of 3.96 cents

CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

	6 months ended 31 August 2011 (Reviewed) R000	31 August 2010 (Reviewed) R000	Year ended 28 February 2011 (Audited) R000
Assets			
Plant and equipment	1 197	7 044	1 641
Intangible assets	34 210	30 374	32 276
Deferred tax asset	11 621	6 617	11 161
Current assets	30 122	44 035	19 194
Total assets	77 150	88 070	64 272
Equity and liabilities			
Stated capital and reserves	45 621	49 055	37 171
Non-current liabilities	4 375	2 962	4 055
Current liabilities	27 154	36 053	23 046
Total equity and liabilities	77 150	88 070	64 272
Number of shares in issue	156 367 056	144 117 056	149 117 056
Net asset value per share (cents)	29.2	34.0	24.9
Tangible net asset value per share (cents)	7.3	13.0	3.3

CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

	Stated capital R'000	Vendor shares R'000	Retained income/(loss) R'000	Total equity R'000
Balance at 1 March 2010	35 050	5 668	8 029	48 747
Share issue	5 668	(5 668)	–	–
Profit for the period ending 31 August 2010	–	–	308	308
Balance as at 31 August 2010	40 718	–	8 337	49 055
Share issue	1 660	–	–	1 660
Loss for the period ending 28 February 2011	–	–	(13 544)	(13 544)
Balance at 1 March 2011	42 378	–	(5 207)	37 171
Profit for the period ending 31 August 2011	–	–	6 050	6 050
Share issue	2 400	–	–	2 400
Balance as at 31 August 2011	44 778	–	843	45 621

CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

	6 months ended 31 August 2011 (Reviewed) R000	31 August 2010 (Reviewed) R000	Year ended 28 February 2011 (Audited) R000
Continuing operations			
Revenue	50 685	56 523	97 877
Gross profit	23 070	20 616	31 879
Other income	1	366	342
Operating costs	(14 655)	(14 067)	(30 245)
EBITDA	8 416	6 915	1 975
Depreciation and amortisation	(2 068)	(1 831)	(3 772)
Profit/(loss) before interest and taxation	6 348	5 084	(1 797)
Finance cost	(439)	(270)	(694)
Investment revenues	3	39	63
Profit/(loss) before taxation	5 912	4 853	(2 428)
Taxation	138	(628)	2 624
Profit for the period from continuing operations	6 050	4 225	196
Discontinued operations			
Loss for the period from discontinued operations	–	(3 917)	(13 432)
Profit/(loss) for the period	6 050	308	(13 236)
Other comprehensive income			
Other comprehensive income	–	–	–
Total comprehensive income/(loss) for the period	6 050	308	(13 236)
Earnings/(loss) per share (cents)			
<i>From continuing and discontinued operations</i>			
– Basic	3.96	0.21	(9.22)
– Diluted	3.96	0.21	(9.22)
<i>From continuing operations</i>			
– Basic	3.96	3.64	0.14
– Diluted	3.96	3.64	0.14
Weighted average number of shares in issue	152 842 599	143 275 212	143 637 146
Diluted average number of shares in issue	152 842 599	143 306 398	143 637 146
Headline earnings/(loss) per share (cents)			
<i>From continuing and discontinued operations</i>			
– Basic	3.96	0.21	(3.86)
– Diluted	3.96	0.21	(3.86)
<i>From continuing operations</i>			
– Basic	3.96	3.64	0.14
– Diluted	3.96	3.64	0.14
Reconciliation of headline earnings/(loss):			
Profit/(loss) attributable to ordinary shareholders	6 050	308	(13 236)
Adjusted for the loss on the disposal of subsidiary			7 686
Adjusted for loss on disposal of plant and equipment	–	–	(8)
Headline earnings/(loss) attributable to ordinary shareholders	6 050	308	(5 558)

CONDENSED SEGMENT REPORT

	6 months ended 31 August 2011 (Reviewed) R000	31 August 2010 (Reviewed) R000	Year ended 28 February 2011 (Audited) R000
Continuing operations:			
Revenue			
Rail	36 001	43 708	76 248
Defence	1 874	9 188	11 378
Mining and Industrial	12 811	3 576	10 149
Other	–	51	102
Total for continuing operations	50 685	56 523	97 877
Segment profit/(loss)			
Rail	6 318	1 673	1 708
Defence	578	4 695	13 592
Mining and Industrial	3 136	400	(1 414)
Other	–	–	–
Total for continuing operations	10 032	6 768	13 885
Corporate unallocated	(3 684)	(1 684)	(15 682)
Finance cost	(439)	(270)	(695)
Investment revenues	3	39	63
Profit/(loss) before tax (continuing operations)	5 912	4 853	(2 428)
Discontinued operations:			
Revenue			
Defence	–	10 695	12 518
Total for discontinued operations	–	10 695	12 518
Segment loss			
Defence	–	(3 803)	(13 303)
Total for discontinued operations	–	(3 803)	(13 303)
Finance cost	–	(119)	(134)
Investment revenues	–	5	5
Loss before tax (discontinued operations)	–	(3 917)	(13 432)
Taxation	138	(628)	2 624
Profit/(loss) for the period (continuing and discontinued operations)	6 050	308	(13 236)

CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS

	6 months ended 31 August 2011 (Reviewed) R000	31 August 2010 (Reviewed) R000	Year ended 28 February 2011 (Audited) R000
Cash flows from operating activities before working capital	7 977	1 774	(4 709)
Changes in working capital	(3 447)	(64)	7 873
Cash flows from operating activities	4 530	1 710	3 164
Cash flows from investing activities	(3 555)	(1 579)	(6 407)
Cash flows from financing activities	2 591	(50)	5 554
Cash flows for the period	3 566	81	2 311
Cash and Cash equivalents at beginning of period	(1 536)	(3 847)	(3 847)
Cash and Cash equivalents at end of period	2 030	(3 766)	(1 536)

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 AUGUST 2011

1. Discontinued operation

During the 28 February 2011 financial year, the Group disposed of all its shareholding in Optocon Systems (Pty) Ltd, which formed part of the Defence segment.

The effect on the statements of comprehensive income:

	6 months ended 31 August 2011 (Reviewed) R000	31 August 2010 (Reviewed) R000	Year ended 28 February 2011 (Audited) R000
Revenue	–	10 695	12 518
Gross profit	–	6 996	7 086
Other income	–	27	48
Operating costs	–	(10 161)	(11 957)
Loss on the disposal of subsidiary	–	–	(7 686)
EBITDA	–	(3 138)	(12 509)
Depreciation and amortization	–	(665)	(795)
Loss before interest and taxation	–	(3 803)	(13 303)
Finance cost	–	(119)	(134)
Investment revenues	–	5	5
Loss before taxation	–	(3 917)	(13 432)
Taxation	–	–	–
Loss for the year from continuing operations	–	(3 917)	(13 432)
Other comprehensive income, net of tax	–	–	–
Total comprehensive loss for the year	–	(3 917)	(13 432)

The effect on the statements of cash flows:

	Year ended 28 February 2011 (Audited) R000
Plant and equipment	4 818
Intangible assets	114
Inventory	3 548
Trade and other receivables	8 579
Trade and other payables	(9 203)
Finance leases	(394)
Cash and cash equivalents	224
Loss on disposal	(7 686)
Total proceeds on disposal	–
Cash and cash equivalents	(224)
Net cash flow on disposal	(224)

Introduction

During the period under review, Ansys focused the business on existing market segments that have a track record of reliable revenue ie mining rope testers and rail trackside measurement. Operating costs were contained, gross profit margins improved and this, together with the absence of the discontinued operations, has led to a significant improvement in HEPS. Cash availability has improved and almost R8 million cash was generated from operating activities.

In light of the above, the company achieved an interim earnings and headline earnings per share of 3.96 cents.

The company expects the recovery in performance to continue into the second half of the year, through the execution of current orders and continued sales, particularly of the Continuous Rope Monitoring System (CRMS), which is now in production.

Prospects

The Group order book is currently in excess of R70 million. A large portion of these contracts are being executed at the moment, which is expected to ensure that Ansys will deliver profitable results for the year ending 28 February 2012.

Contracts secured include more orders received from General Electric South Africa Technologies (GESAT) for rail yard safety and also further CRMS units.

Financial Results

Disposal of subsidiary

The 100% shareholding in Optocon Systems (Pty) Ltd (Optocon) was disposed of during the 28 February 2011 financial year with the effect from 1 November 2010. Optocon was disclosed as a discontinued operation in the 31 August 2010 review period and the 28 February 2011 financial year.

Current assets

A significant part of the increase in current assets from the 28 February 2011 financial year end to the 31 August 2011 review period was due to the increase in trade and other receivables of R8.6 million. During the 28 February 2011 financial year an order was received, from AngloGold Ashanti, for 8 CRMS units of which 2 systems were delivered in August 2011.

Current liabilities

A significant part of the increase in current liabilities from the 28 February 2011 financial year end to the 31 August 2011 review period was due to the increase in trade and other payables of R6 million. A majority of the change was due to the increase in working capital (production materials) required for the CRMS production of the AngloGold Ashanti order received.

Placement of shares

During the 31 August 2011 review period, Ansys has placed 7.25 million shares in the public market. These placements were part of the board's efforts to raise working capital.

Dividend policy

No interim dividend has been declared.

Changes to the board of directors

There were two independent non-executive director appointments to the board of directors during the six months ending 31 August 2011, namely the appointment of Mr FF Dantile and Mr MD Keebine with effect from 11 March 2011. Both will also serve on the audit and risk committee, the remuneration committee and the nomination committee.

Mr FF Dantile was also appointed as the chairman of the remuneration committee and Mr MD Keebine was appointed as the chairman of the audit and risk committee.

COMMENTARY CONTINUED

Broad Based Black Economic Empowerment (BBBEE)

Ansys is a level 6 BBBEE contributor.

Basis of preparation and accounting policies

The condensed interim financial information for the six months ended 31 August 2011 has been prepared in accordance with International Financial Reporting Standards, IAS 34 'Interim Financial Reporting' and the AC500 Series issued by the Accounting Practices Board. The interim condensed financial report should be read in conjunction with the annual financial statements for the year ended 28 February 2011. This announcement has been prepared in accordance with the Listings Requirements of the JSE Limited. The accounting policies adopted are consistent with those of the annual financial statements for the year ended 28 February 2011.

Independent review

BDO South Africa Incorporated, independent auditor to Ansys Limited, has reviewed the condensed financial statements contained in this interim report and has expressed an unmodified review conclusion on the results for the six months ended 31 August 2011. Their review report is available for inspection at the company's registered office.

Appreciation

We wish to thank our customers, shareholders, management and loyal staff for their ongoing commitment and persistent efforts to drive our group through the current difficult trading conditions.

We also thank our business partners and advisors for their valuable inputs.

By order of the Board
19 October 2011



Alan Holloway
Chief Executive Officer



Rachelle Grobbelaar
Chief Financial Officer



CORPORATE INFORMATION

Non executive directors:	T Daka (Chairman) FF Dantile MD Keebine
Executive directors:	RF Barnard A Holloway (CEO) R Grobbelaar (CFO)
Registration number:	1987/001222/06
Registered address:	170 Outeniqua Avenue Waterkloof Park Pretoria
Postal address:	PO Box 95361 Waterkloof Pretoria
Company secretary:	Fusion Corporate Secretarial Services (Pty) Limited
Telephone:	+27 12 424 8500
Facsimile:	+27 12 346 3720
Transfer secretaries:	Computershare Investor Services (Pty) Limited
Designated Adviser:	Exchange Sponsors (2008) (Pty) Limited