



# PADENGA

HOLDINGS LIMITED

## PADENGA HOLDINGS LIMITED UNAUDITED ABRIGED FINANCIAL RESULTS

FOR THE SIX MONTHS ENDED 30 JUNE 2019

### THE DIRECTORS PRESENT

The unreviewed half year Interim Financial Results for Padenga Holdings Limited (the "Group") for the six months period ended 30 June 2019:

### DIRECTORS' RESPONSIBILITY

The Company's Directors are responsible for the preparation and fair presentation of the Group's financial statements, of which this press release represents an extract. The financial statements have been prepared in accordance with International Financial Reporting Standards ("IFRS"). The principal accounting policies of the Group are consistent with those applied in the previous financial year, except for the effects of adoption of IFRS 16. This is further defined within the Notes to the financial statements.

### FUNCTIONAL CURRENCY

These financial statements are presented in Zimbabwe Dollars ("ZWL\$"), which is the functional and presentation currency of the entity as a result of currency reforms in Zimbabwe. In prior years the functional and presentation currency was the United States Dollar (USD).

### CONVERSION METHODOLOGY

Although the balance sheet before the change in functional currency is reported in USD, there were some assets that were identified as being constructed or acquired in purely RTGS/ZWL\$. Padenga has determined the split between assets that were acquired or constructed in USD and those that were acquired or constructed in ZWL\$. At the date of change in the functional currency, the assets that were acquired or constructed in actual USD have been converted to ZWL\$ using the prevailing rate at the date of change. Those assets that were acquired or constructed in RTGS/ZWL\$ have been carried forward at those values.

The most suitable exchange rate for conversion for the different assets and liabilities was based on the guidance that is contained in IAS 21.

Differences arising from the change in the functional currency process have been accounted for in the Change in Functional Currency Reserve. This has been done and maintained on an asset by asset basis to allow for the amortisation of this reserve as the corresponding assets are depreciated or disposed of.

From a legal standpoint, the date of change in currency is 22<sup>nd</sup> of February 2019, a date when S.I.'s 32 and 33 were promulgated. S.I. 33 prescribed the use of an interbank rate for conversion of assets and liabilities. The prescribed interbank rate was 2.5 ZWL\$ to 1 USD during the first week of trade. The Group has therefore applied ZWL\$2.5 as the rate of conversion on the 22<sup>nd</sup> of February.

### FINANCIAL

#### Consolidated Results

Profit before tax for the six months under review amounted to ZWL\$265 635 219 against ZWL\$7 747 227 for the prior period. The unseasonal increase in profit results from fair valuation of biological assets in line with the change in the functional currency.

We sold 17 722 skins compared to 19 863 skins in the comparable period in 2018. The harvest of alligator skins in the United States commenced early to reduce the carryover crop to mitigate against rising cost of sales. We harvested 1 186 watchband sized skin alligators, 9, 444 medium sized skin alligators and 1 166 large sized skin alligators in the period under review. In the same period last year, we harvested 7 095 alligators. The remaining 5 926 skins sold were Nile crocodile skins.

The Group utilised ZWL\$44 361 463 in operating activities for the six months to June 2019. This seemingly decrease in cash from prior year was mainly attributed to an increase in inventory and receivables in line with changes in the functional currency.

#### Nile Crocodile Financials

In the Zimbabwean crocodile operation, a profit before tax of ZWL\$258 252 340 was recorded compared to ZWL\$7 348 530 for the prior comparative reporting period. We had 1 246 skins in inventory at the end of the period.

#### Alligator Financials

The operation recorded a profit before tax of ZWL\$7 376 450 compared to a loss before tax of ZWL\$432 407 for the prior comparative reporting period.

### OPERATIONS

#### Nile Crocodile Operations

A total of 5 926 skins were graded and sold in the period under review. Of the total; 2 120 skins were carry over skins from 2018.

The first phase (330kWp) of the solar energy array constructed on Nyanyana Farm was commissioned on the 30<sup>th</sup> of May 2019. The second phase (470kWp) is wired and awaiting ZERA inspection and thereafter commissioning by ZETDC, which is planned to be finalised by end September 2019. These installations form part of an initiative to eventually offset 50% of the Farm's recurrent electricity cost, as well as providing a strategic alternative against prolonged and excessive load shedding. These installations reinforce the Group's commitment to sustainability through the application of alternative and renewable energy solutions. This solar energy installation is operating under the auspices of an Independent Power Producer license from Government.

A total of 361 pens were resurfaced in the period under review. Management continues to implement initiatives to improve skin quality, increase growth rates, enhance animal welfare and improve production efficiencies.

We closed the period with a total of 146 056 grower crocodiles on the ground compared to 135 969 at the end of June 2018.

#### Alligator Operations

A total of 11 796 skins were graded and sold in the period under review. Of the total; 7 312 skins were carryover skins from 2018. At the end of June 2019 there were 27 095 yearling alligators on the ground. Of these, approximately 14 501 will be harvested between July and December and approximately 12 594 will be carried forward into 2020 to be harvested as medium sized skins. There will be an additional 7 500 hatchlings acquired in August/September and these will also be carried forward into 2020.

Several initiatives that were implemented, at both strategic and operational level, to address double scale experienced in the prior year which are yielding positive results. In addition to that a decision was made to harvest the worst affected carryover crop. An alternative market for these skins has been identified and some of the affected skins were sold in the period under review.

There were 1 206 immature breeders on the ground as of the reporting date. The breeder project continues to mature as the breeder stock approaches the age of reproductive maturity.

#### SUSTAINABILITY AND GOOD HUSBANDRY PRACTICES

The Group is committed to good corporate governance, observance of and adherence to animal welfare and ethical business practices. Both operations comply with the regulations of the relevant statutory bodies that monitor the husbandry of crocodiles and alligators in the respective countries.

An initiative to design and install a wastewater treatment plant in Zimbabwe to process pen discharge water is progressing according to plan. The design proposal has been approved by management and efforts are underway to obtain approval from the relevant authorities to commence the project.

We continue with the Community Outreach Programmes in the communities where our operations are located as part of our CSR initiatives.

#### PROSPECTS

We will meet our target harvest volumes. The market for premium quality skins has remained stable in the period under review and we have contracted to sell the volume of skins we will produce.

Management will continue to pursue those initiatives implemented in the first half of the year within both crocodile and alligator operations to ensure these are working effectively and will meet the end-consumer's expectations of good quality, good husbandry practice and compliance with animal welfare standards and norms.

With the Research Laboratory facility now complete on the Zimbabwe operation, management will pursue advanced scientific initiatives relevant to further improving skins produced and fully understanding the origin and control methodology for defects responsible for reducing skin quality. The facility will enable evidence-based research to enhance good animal health and husbandry operations that advance customer satisfaction with the products produced.

#### DIVIDEND

In view of the seasonality of income, we have continued with the tradition of not paying an interim dividend at the half year.

#### APPRECIATION

I would like to take this opportunity to thank the Executive Directors, management and staff for their dedicated efforts and foresight in leading the Group. In addition, I would like to thank the Non-Executive Directors for their continued support and teamwork.

T N Sibanda  
Chairman  
12 September, 2019

### UNAUDITED ABRIGED FINANCIAL RESULTS FOR THE SIX MONTHS ENDED 30 JUNE 2019

#### FINANCIAL HIGHLIGHTS

All figures in ZWL\$

	2019 ZWL\$	2018 ZWL\$
<b>Group Summary</b>		
Revenue	25 108 139	9 612 385
Operating loss before depreciation, impairment and amortisation	(19 521)	(537 037)
Profit before taxation	265 635 219	7 747 227
Profit attributable to shareholders	194 321 825	5 657 291
Cash (utilised in)/generated from operations	(44 361 463)	4 484 839
Capital expenditure	4 607 727	2 590 579
Net assets	285 598 614	60 935 401
<b>Share Performance</b>		
Basic earnings per share (cents)	35.88	1.04
Headline earnings per share (cents)	35.89	1.04
Diluted earnings per share (cents)	35.88	1.04
Dividends declared and paid since reporting date (cents)	1.22	1.20
Market price per share - (cents)	219.54	61.96
Number of shares in issue at reporting date	541 593 440	541 593 440
Market capitalisation (ZWL\$)	1 189 014 238	335 571 295

#### Consolidated Statement of Profit or Loss and Other Comprehensive Income

For the six months ended 30 June 2019

	Six months ended 30 June 2019 unaudited ZWL\$	Six months ended 30 June 2018 unaudited ZWL\$	Twelve months ended 31 December 2018 audited ZWL\$
Revenue	25 108 139	9 612 385	42 479 689
Other operating income	731 007	229 742	972 205
<b>Net operating costs</b>	<b>(25 858 667)</b>	<b>(10 379 164)</b>	<b>(25 334 401)</b>
<b>Operating (loss)/profit before depreciation and amortisation</b>	<b>(19 521)</b>	<b>(537 037)</b>	<b>18 117 493</b>
Depreciation and amortisation	(1 505 974)	(1 063 640)	(2 124 769)
<b>Operating (loss)/profit before interest and fair value adjustments</b>	<b>(1 525 495)</b>	<b>(1 600 676)</b>	<b>15 992 724</b>
Fair value adjustments on biological assets	270 185 079	8 243 329	1 198 347
<b>Profit before interest and tax</b>	<b>268 659 584</b>	<b>6 642 653</b>	<b>17 191 071</b>
Interest income	201 194	1 656 563	1 735 172
Interest payable	(3 225 559)	(551 990)	(1 150 692)
<b>Profit before tax</b>	<b>265 635 219</b>	<b>7 747 227</b>	<b>17 775 551</b>
Income tax expense	(70 050 546)	(2 015 905)	(5 048 984)
<b>Profit for the period</b>	<b>195 584 673</b>	<b>5 731 322</b>	<b>12 726 567</b>
Other comprehensive income	29 184 767	-	-
<b>Total comprehensive income for the period</b>	<b>224 769 440</b>	<b>5 731 322</b>	<b>12 726 567</b>
<b>Profit for the period attributable to:</b>			
Equity holders of the parent	194 321 825	5 657 291	13 175 301
Non-controlling interest	1 262 848	74 029	(448 734)
	<b>195 584 673</b>	<b>5 731 320</b>	<b>12 726 567</b>
<b>Total comprehensive income for the period attributable to:</b>			
Owners of the parent	222 921 046	5 657 291	13 175 301
Non-controlling interest	1 848 394	74 029	(448 734)
	<b>224 769 440</b>	<b>5 731 320</b>	<b>12 726 567</b>
<b>Earnings per share (cents)</b>			
Basic earnings per share	<b>35.88</b>	<b>1.04</b>	<b>2.43</b>
Headline earnings per share	<b>35.89</b>	<b>1.04</b>	<b>2.44</b>
Diluted earnings per share	<b>35.88</b>	<b>1.04</b>	<b>2.43</b>

#### Consolidated Statement of Financial Position

As at 30 June 2019

	Note	30 June 2019 unaudited ZWL\$	30 June 2018 unaudited ZWL\$	31 December 2018 audited ZWL\$
<b>ASSETS</b>				
<b>Non-current assets</b>				
Property, plant and equipment		70 542 342	20 255 794	21 702 398
Intangible assets		26 262	38 375	32 378
Right of use of assets		1 249 077	-	-
Other receivables		593 602	-	536 684
Biological assets		36 076 280	4 943 204	5 369 348
		<b>108 487 564</b>	<b>25 237 374</b>	<b>27 640 808</b>
<b>Current assets</b>				
Biological assets		315 853 135	40 709 285	35 831 172
Inventories		30 499 994	4 957 284	5 233 434
Tax receivable		3 487 644	1 154 207	-
Contract asset		-	-	288 944
Trade and other receivables		33 052 529	11 515 735	13 130 402
Cash and cash equivalents		24 289 737	6 752 761	21 632 695
		<b>407 183 038</b>	<b>65 089 272</b>	<b>76 116 647</b>
<b>Total assets</b>		<b>515 670 602</b>	<b>90 326 646</b>	<b>103 757 455</b>
<b>EQUITY AND LIABILITIES</b>				
<b>Capital and reserves</b>				
Share capital		54 159	54 159	54 159
Share premium		27 004 245	27 004 245	27 004 245
Change in functional currency reserve		29 184 767	-	-
Impact of change in accounting policy		(494 039)	-	-
Retained earnings		229 059 275	33 826 877	41 344 888
Change in ownership reserve		(63 862)	(63 863)	(63 863)
<b>Equity attributed to equity holders of the parent</b>		<b>284 744 545</b>	<b>60 821 418</b>	<b>68 339 429</b>
Non-controlling interest		854 069	113 983	(408 779)
<b>Total shareholders' equity</b>		<b>285 598 614</b>	<b>60 935 401</b>	<b>67 930 650</b>
<b>Non-current liabilities</b>				
Interest bearing borrowings	11.1	47 895 700	8 169 152	7 235 000
lease liabilities		1 302 211	-	-
Customer deposits	10.1.1	-	159 325	-
Deferred tax liabilities		94 547 671	9 033 568	7 901 480
		<b>143 745 582</b>	<b>17 362 045</b>	<b>15 136 480</b>
<b>Current liabilities</b>				
Customer deposits	10.1.2	19 442 444	2 234 032	3 125 925
Short-term interest bearing borrowings	11.2	55 744 223	3 112 875	13 337 860
Trade and other payables	10	10 350 724	6 339 839	3 539 861
Provisions		789 016	342 454	367 496
Current tax payable		-	-	319 183
		<b>86 326 406</b>	<b>12 029 200</b>	<b>20 690 325</b>
<b>Total liabilities</b>		<b>230 071 988</b>	<b>29 391 245</b>	<b>35 826 805</b>
<b>Total equity and liabilities</b>		<b>515 670 602</b>	<b>90 326 646</b>	<b>103 757 455</b>





# PADENGA

HOLDINGS LIMITED

## PADENGA HOLDINGS LIMITED UNAUDITED ABRIGED FINANCIAL RESULTS

FOR THE SIX MONTHS ENDED 30 JUNE 2019

### Consolidated Statement of Changes in Equity

For the six months ended 30 June 2019

For the twelve months ended 31 December 2018

	Share Capital audited ZWL\$	Share Premium audited ZWL\$	Change in ownership audited ZWL\$	Retained Earnings audited ZWL\$	Total ZWL\$	Non - Controlling Interest audited ZWL\$	TOTAL audited ZWL\$
Balance at 1 January 2018	54 159	27 004 245	(63,863)	34 668 708	61 663 249	39 955	61 703 204
Profit for the period	-	-	-	13 175 302	13 175 302	(448 734)	12 726 568
Dividends paid	-	-	-	-	-	-	-
Balance at 31 December 2018	54 159	27 004 245	(63 863)	41 344 888	68 339 429	(408 779)	67 930 650

For the six months ended 30 June 2019

	Share Capital unaudited ZWL\$	Share Premium unaudited ZWL\$	Change in Ownership unaudited ZWL\$	Retained Earnings unaudited ZWL\$	Total ZWL\$	Non - Controlling Interest unaudited ZWL\$	TOTAL unaudited ZWL\$
Balance at 1 January 2019	54 159	27 004 245	(63 863)	41 344 888	68 339 429	(408,779)	67 930 650
Profit for the period	-	-	-	194 321 825	194 321 825	1 262 848	195 584 673
Dividends paid	-	-	-	(6 607 437)	(6 607 437)	-	(6 607 437)
Impact of change in accounting policy (IFRS16)	-	-	-	(494 039)	(494 039)	-	(494 039)
Change in functional currency reserve	-	-	-	29 184 767	29 184 767	-	29 184 767
Balance at 30 June 2019	54 159	27 004 245	(63 863)	257 750 004	284 744 545	854 069	285 598 614

### Consolidated Statement of Cash Flows

For the six months ended 30 June 2019

	30 June 2019 unaudited ZWL\$	30 June 2018 unaudited ZWL\$	31 December 2018 audited ZWL\$
<b>Cash (utilised in)/generated from operating activities</b>	(44 361 463)	4 484 839	15 815 623
Interest income	201 194	1 656 563	1 735 172
Interest paid	(3 225 557)	(665 007)	(1 005 387)
Taxation paid	(4 121 425)	(722 137)	(3 413 913)
<b>Net cash generated from operations</b>	<b>(51 507 250)</b>	<b>4 754 259</b>	<b>13 131 495</b>
<b>Cash flow from investing activities</b>			
Net cash outflow from investing activities	(4 927 208)	(2 659 697)	(5 189 511)
- proceeds on disposal of property, plant and equipment	76 825	-	63 888
- purchase of property, plant and equipment	(4 607 727)	(2 582 109)	(5 091 544)
- expenditure on non-current biological assets	(343 171)	(69 118)	(153 385)
- purchase of intangible assets	-	(8 470)	(8 470)
- Increase in right of lease assets	(53 134)	-	-
<b>Net cash flow before financing activities</b>	<b>(56 434 458)</b>	<b>2 094 562</b>	<b>7 941 984</b>
<b>Cash flow from financing activities</b>			
Increase/(decrease) in borrowings	65 698 937	(68 842)	8 963 669
- new loans	75 928 130	-	10 000 000
- repayments	(10 229 193)	(68 842)	(1 036 331)
<b>Dividends paid</b>	<b>(6 607 437)</b>	<b>(6 499 121)</b>	<b>(6 499 121)</b>
by holding company	(6 607 437)	(6 499 121)	(6 499 121)
<b>Net cash inflow/(outflow) generated from financing activities</b>	<b>59 091 500</b>	<b>(6 567 964)</b>	<b>2 464 548</b>
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>2 657 042</b>	<b>(4 473 402)</b>	<b>10 406 532</b>
Cash and cash equivalents at the beginning of the period	21 632 695	11 226 163	11 226 163
<b>Cash and cash equivalents at the end of the period</b>	<b>24 289 737</b>	<b>6 752 761</b>	<b>21 632 695</b>
<b>CASH AND CASH EQUIVALENTS</b>			
Made up as follows:			
Bank balances and cash	16 655 045	4 728 578	19 572 038
Short-term investments	7 634 693	2 024 183	2 060 657
	<b>24 289 737</b>	<b>6 752 761</b>	<b>21 632 695</b>

### Supplementary Information

#### 1. Corporate Information

Padenga Holdings Limited is a Limited Liability Company incorporated and domiciled in Zimbabwe whose shares are publicly traded on the Zimbabwe Stock Exchange (ZSE). The Group has a 82.88% stake in Tallow Creek Ranch, an unlisted company based in Texas (United States of America) that specialises in alligator farming. The principal activity of the Company and its subsidiaries (the Group) include the production and rearing of crocodiles, alligators and the export of Nile crocodile and alligator skins and meat.

#### 2. Basis of preparation

The half year results are based on the statutory records that are maintained under the historical cost basis, except for biological assets that have been measured at fair value, financial assets and liabilities measured at amortised cost.

#### 3. Statement of compliance

The Group's half year abridged financial results have been prepared in accordance with ZSE listing rules. The financial statements have been prepared in compliance with the Zimbabwe Companies Act (Chapter 24:03).

#### 4. Currency of reporting

As prescribed under Statutory Instrument 142 (SI 142) of 2019, the Group has adopted Zimbabwe Dollars (ZWL\$) as the functional currency.

#### 5. Estimates

When preparing the interim financial results, management undertakes a number of judgements, estimates and assumptions about recognition and measurement of assets, results, liabilities, income and expenses. The actual results may differ from the judgements, estimates and assumptions made by management, and will seldom equal the estimated results.

The judgements, estimates and assumptions applied in the interim financial statements, including the key sources of estimation uncertainty were the same as those applied in the Group's last annual financial statements for the year ended 31 December 2018.

#### 6. Accounting policies

The principal accounting policies of the Group are consistent in all material respects with those applied in the previous financial year except for the effects of adoption of IFRS 16. The Group has applied IFRS 16 using the modified retrospective approach and therefore the comparative information has not been restated and continues to be reported under IAS 17. The Group recognises a right-of-use-asset and lease liability at the lease commencement date. The right-of-use-asset is initially measured at cost. The right-of-use-asset is subsequently depreciated using the straight line method from the commencement date to the earlier of, the end of the useful life of the right-of-use-asset or the end of the lease term. The lease liability is initially measured at the present value of the lease payments that are not paid at the commencement date, discounted using the interest rate implicit in the lease or, if that rate cannot be readily determined the Group's incremental borrowing rate.

### Supplementary Information (continued)

#### 7. Operating segments

The following tables present revenue and profit information about the Group's operating segments for the six months ended 30 June 2019.

Six months ended 30 June 2019	Crocodiles ZWL\$	Alligators ZWL\$	Adjustments and eliminations ZWL\$	Total ZWL\$
<b>Revenue</b>				
30 June 2019	17 799 315	7 308 824	-	25 108 139
30 June 2018	7 859 888	1 752 497	-	9 612 385
<b>Segment profit/(loss)</b>				
30 June 2019	186 300 564	7 376 450	1 907 65	195 584 673
30 June 2018	5 440 634	432 407	(1 141 719)	5 731 322

There was no inter-segment revenue in the period.

The following tables present assets and liabilities of the Group's operating segments as at 30 June 2019.

Segment assets	Crocodiles ZWL\$	Alligators ZWL\$	Adjustments and eliminations ZWL\$	Total ZWL\$
30 June 2019	441 770 282	81 829 341	(7 929 021)	515 670 602
31 December 2018	96 146 500	20 993 391	(13 382 438)	103 757 455
<b>Segment liabilities</b>				
30 June 2019	137 314 996	69 820 377	22 936 615	230 071 988
31 December 2018	24 406 968	19 044 774	(7 624 937)	35 826 805

Classification of the segments is based on the type of biological assets.

Revenue from one customer amounted to \$22 356 835 (2018: \$9 612 385), arising from sales of the crocodile and alligator skins.

#### 8. Capital expenditure for the year

	30 June 2019 ZWL\$	31 December 2018 ZWL\$
<b>Capital expenditure commitment</b>		
Authorised but not yet contracted	24 068 657	5 678 685
	<b>24 068 657</b>	<b>5 678 685</b>

The capital expenditure will be financed from the Group's own resources and borrowing facilities.

#### 9. Future lease commitments

	30 June 2019 ZWL\$	31 December 2018 ZWL\$
Payable within one year	297 211	332 818
Payable between two and five years	948 000	998 454
Payable after five years	57 000	665 636
	<b>1 302 211</b>	<b>1 996 909</b>
<b>Trade and other payables</b>		
Trade	8 098 821	713 654
Accruals	1 500 383	2 480 330
Sundry creditors	751 520	345 877
	<b>10 350 724</b>	<b>3 539 861</b>

#### 10.1 Customer deposits

	30 June 2019 ZWL\$	31 December 2018 ZWL\$
<b>10.1.1 Non-Current Customer deposits</b>	-	-
<b>10.1.2 Current Customer deposits</b>	<b>19 442 444</b>	<b>3 125 925</b>

Customer deposits mainly relate to advances received from our main customer for the acquisition of breeders and hatchlings in the foreign operation.

#### 11. Interest bearing loans and borrowings

	Year repayable 2019 - 2020	Year repayable (December 2018)
<b>11.1 Non-Current interest bearing loans and borrowings</b>		
<b>Unsecured</b>		
Foreign long term borrowings	47 895 700	7 235 000
	<b>47 895 700</b>	<b>7 235 000</b>

#### 11.2 Current interest bearing loans and borrowings

	Year repayable (December 2018)
<b>Secured</b>	
Local short term borrowings	up to -90days 19 177 546
Foreign short term borrowings	up to -90days 36 566 677
	<b>55 744 223</b>

Short term borrowings form part of the core borrowings of the Group and are renewed on maturity in terms of on-going facilities negotiated with the relevant financial institutions. The facility is secured by first charge over certain of the Group's fixed assets, trade receivables and biological assets with a carrying value of ZWL\$10,000,000. The Group has a short term facility equivalent to USD\$ 21,600,000 rate of interest for local operations is 6%-10% whilst for the foreign operation ranges from 6%-12%.

#### Borrowing Powers

In terms of the Company's Articles of Association, the Group may, with previous sanction of an ordinary resolution of the company in a general meeting, borrow, on the determination of the Directors, amounts that do not exceed the aggregate total equity.

#### 12. Earnings per share

**Basic earnings basis**  
The calculation is based on the profit attributable to equity holders of the parent and the weighted average number of ordinary shares in issue for the year.

#### Headline earnings basis

Headline earnings comprise of basic earnings attributable to equity holders of the parent adjusted for profits, losses and items of capital nature that do not form part of the ordinary activities of the Group, net of the respective tax effects and share of non-controlling interests, as applicable.

#### Fully diluted earnings basis

The calculation is based on the profit attributable to equity holders of the parent and the weighted average number of ordinary shares in issue after adjusting to assume conversion of share options not yet exercised and convertible instruments. There were no instruments with a dilutive effect at the end of the period.

#### 13. Contingent liabilities

The Group had no contingent liabilities at 30 June 2019.

#### 14. Events after reporting period

There were no adjusting or non-adjusting events after the reporting date at the time of issuing these interim financial results.