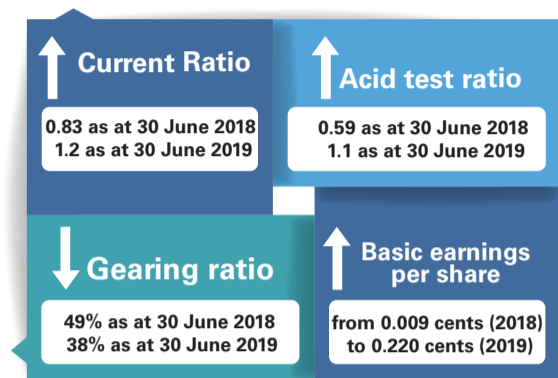
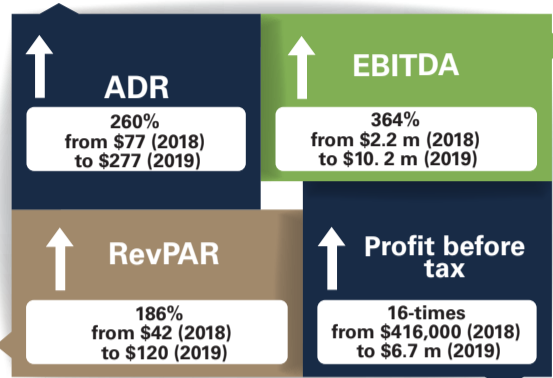
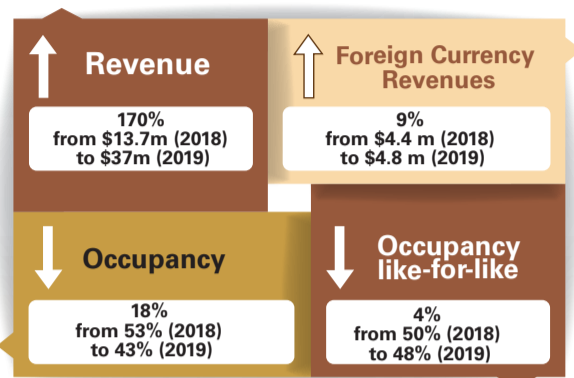




Abridged Unaudited Financial Statements For the six months ended 30 June 2019

PERFORMANCE HIGHLIGHTS



CHAIRMAN'S STATEMENT

1. INTRODUCTION

Rainbow Tourism Group (RTG) has continued to deliver a solid performance. It is against this background that I am pleased to report that the Company is declaring an interim dividend. This is a build up from the 2018 performance which led to the Company paying a dividend for the first time since 2006, with part of the payment having been made in foreign currency.

2. OPERATING OVERVIEW

During the period under review, there were major developments in the macro-economic environment. The changes included the gazettement of Statutory Instrument 33 of 2019 (S.I. 33 of 2019) which prescribed a new functional currency - the RTGS\$ - together with an inter-bank market exchange rate effective 21 February 2019 at a rate of US\$1: ZWL\$2.5. In June 2019, S.I. 142 was promulgated which outlawed the multi-currency regime which had been introduced in 2009. Despite these currency reforms the macro-environment has remained under stress, further exacerbated by shortages of fuel and erratic power supply. Foreign currency availability in the economy remains a challenge thereby affecting the supply chain. This has led to a rise in inflation resulting in an increase in input costs. Overall, occupancy in the tourism industry declined to 45% from 55% for the same period in 2018. This is testament to a decline in domestic demand.

3. PERFORMANCE REVIEW

The Company recorded a 170% growth in revenues in the first six months of 2019 to \$37 million compared to \$13.7 million in 2018. This growth was registered in spite of business disruption arising from the protests in January 2019 as well as the temporary closure of Bulawayo Rainbow Hotel for refurbishment in the first quarter of 2019. The Company's investment in the capacitation of human capital skills played a significant role in the growth recorded year to date. This was supported by high levels of staff commitment to duty (staff engagement) which currently stands at 81% against a standard benchmark of 70%.

RTG generated foreign currency revenues of US\$4.8 million, up 9% from US\$4.4 million recorded during the same period in 2018. Increased foreign arrivals into resort hotels accounted for much of the growth at 5% above prior year. Overall, arrivals into RTG hotels grew by 14% in comparison to the national average growth of 1% as indicated by the May 2019 Zimbabwe Tourism Authority report.

Revenue per Available Room (RevPAR), which is a product of occupancy and rate closed at \$120. This is 186% above \$42 recorded in 2018. Occupancy for the period under review declined by 10 percentage points from 53% in 2018 to 43%. The decline was partly due to the temporary closure of Bulawayo Rainbow Hotel for 2 and half months in the first quarter. Subdued industry occupancies also played a part. On a like-for-like basis, the company's occupancies declined by 4% from 50% recorded in 2018 to 48% in 2019.

The gross profit margin closed at 74%, 10% above 67%

recorded during the same period in 2018. The Company's relentless chokehold on costs has been instrumental in driving the heightened performance. A significant benefit was derived from the use of foreign currency generated in the business to achieve procurement efficiencies. The Company grew EBITDA by 364% to \$10.2 million from \$2.2 million recorded in 2018. The growth in EBITDA demonstrates the Company's ability and capacity to navigate the increasingly challenging operating environment. It is pertinent to highlight that the growth in EBITDA was 53% above the growth of the interbank exchange rate since its inception in February of 232%.

Finance costs closed at \$1.3 million, an increase from \$574,000 recorded in the same period in 2018. Finance lease costs, which arose after the Company adopted a new accounting policy on leases as prescribed under IFRS 16 "leases", resulted in an increase in the overall finance costs. On a like-for-like basis, finance costs closed on \$396,000 which is 31% below same period in 2018.

Profit before tax for the period under review closed at \$6.7 million up 16-fold from \$416,000 recorded in 2018. The Company posted a profit after tax of \$5.4 million which is 25 times growth from \$0.21 million profit recorded in 2018. Basic earnings per share grew to \$0.220 from 0.009 cents posted same period in 2018.

4. PRODUCT UPGRADES

In the first half of 2019, the Company invested \$5.7 million in product upgrades. The capital expenditure was funded from internally generated cash flows. In the first quarter of 2019 the Company completed the refurbishment of Bulawayo Rainbow Hotel. The scope of works included the complete overhaul of the water reticulation system, upgrade of all guest in-room bathrooms, reduction in the noise factor by implementing double glazed windows and upgrade of in-room soft furnishings. The refurbishment also included the installation of two brand-new guest elevators. Preliminary works on the rooms upgrade for the Rainbow Towers Hotel & Conference (RTHCC) are underway paving way for a comprehensive refurbishment which will bring the rooms to world class standard by the first quarter 2020.

The Company has resourced Heritage Expeditions Africa (HEXA), its local tour operations subsidiary. To date, six brand new transfer buses which will be used to conduct tours and transfers have been commissioned. An adventure park has been set up at the RTHCC and it was opened in August 2019. Activities on offer include adult and child zipline, abseiling, and paintball shooting.

5. DIVIDEND

The Board is pleased to declare an interim dividend of 0.1 cents per share payable to all ordinary shareholders of the Company. The dividend is in respect of the period ended 30 June 2019 and will be payable in full to all the shareholders of the Company registered as at the close of business on 11 October 2019. The payment of this dividend will take place on or about 25 October 2019. The shares of the Company will be traded cum-dividend on the Zimbabwe Stock Exchange up to the market day of 8 October 2019 and ex-dividend as from 9 October 2019.

6. BOARD CHANGES

Mr. Sijabuliso T. Biyam, Ms. Charity Murandu, Mr. Brian A. Shenje and Mr. Never Nyemudzo resigned from the RTG board during the period under review. I would like to take this opportunity to thank them for their sterling work in concluding the turnaround phase of the business.

I would like to welcome the following new board members: Dr. Priscilla Mujuru, Mr. Munhamu Murambiwa, and Mr. Kenzias Chibota who joined the RTG Board as non-executive directors during the month of July 2019. I look forward to working with all the board members and management as we now enter the heightened growth phase of the Company into the future.

7. OUTLOOK

The Company will continue to pursue an asset-light growth model that does not require fresh shareholder investments. The model leverages on the immense brand value of the Company in Zimbabwe and beyond. RTG will grow the existing rooms portfolio as well as venture into new revenue streams, whilst exploiting the benefits of innovation on the ICT front. The emphasis is on delivering tourism solutions and convenience using digital platforms to ensure enhanced value creation for shareholders in a business without borders.

The focus for the remainder of the year is on driving growth in revenues through the consolidation of the domestic market and continued aggressive sales and marketing in overseas markets. The Company will also invest in high-potential source markets such as the African continent, which is less sensitive to macro-environmental factors affecting destination Zimbabwe. The second half of the year usually contributes about 60% of business volumes and a similar trend is anticipated in 2019.

8. ACKNOWLEDGMENTS

On behalf of the RTG Board, I would like to thank all customers and business partners for their invaluable support. I also extend my gratitude to the Board of Directors and members of staff for their dedication, professionalism and determination to succeed.

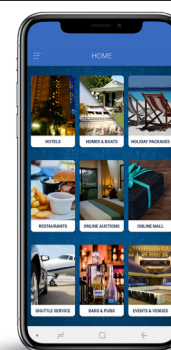
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A. J MANASE
CHAIRMAN

18 September 2019



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Abridged Unaudited Financial Statements for the six months ended 30 June 2019

ABRIDGED UNAUDITED STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2019

Notes	As at 30.06.19 ZWL\$	As at 30.06.18 ZWL\$	As at 31.12.18 ZWL\$ Audited
ASSETS			
Non-current assets			
Property and equipment	46 854 218	36 044 438	43 365 221
Intangible assets	731 090	265 674	296 021
Biological assets	13 440	15 156	8 096
Deferred tax assets	-	152 571	-
Right of use assets	36 531 310	-	-
	84 130 058	36 477 839	43 669 338
Current assets			
Inventories	3 469 648	2 516 038	2 338 890
Trade and other receivables	15 181 282	5 620 124	6 254 048
Financial assets	6 001 216	670	3 100 952
Cash and bank balances	5 495 425	607 959	1 433 463
	30 147 571	8 744 791	13 127 353
Total assets	114 277 629	45 222 630	56 796 691
EQUITY AND LIABILITIES			
Capital and reserves			
Share capital	249 550	249 550	249 550
Share premium	10 227 505	10 227 505	10 227 505
Non-distributable reserve	16 711 500	16 711 500	16 711 500
Other capital reserve	227 499	262 500	244 999
Revaluation reserve	9 316 779	2 985 217	9 316 779
Accumulated losses	(3 764 775)	(12 519 023)	(7 735 628)
Total equity	32 968 058	17 917 249	29 014 705
Non-Current liabilities			
Lease obligation	36 391 297	-	-
Borrowings	16 687 500	16 687 500	16 687 500
Deferred tax liability	3 015 985	-	1 710 603
	56 094 782	16 687 500	18 398 103
Current liabilities			
Borrowings	1 896 311	168 000	-
Trade and other payables	19 542 289	9 768 090	8 587 503
Bank overdraft	3 776 189	681 791	796 380
	25 214 789	10 617 881	9 383 883
Total liabilities	81 309 571	27 305 381	27 781 986
Total equity and liabilities	114 277 629	45 222 630	56 796 691

ABRIDGED UNAUDITED STATEMENT OF CASH FLOWS FOR THE SIX MONTHS ENDED 30 JUNE 2019

Notes	30.06.19 ZWL\$	30.06.18 ZWL\$	31.12.18 ZWL\$ Audited
CASH FLOWS FROM OPERATING ACTIVITIES			
Operating profit before working capital changes	13	6 160 899	1 788 173
(Increase)/decrease in inventories		(1 130 758)	22 876
(Increase)/decrease in trade and other receivables		(8 927 234)	128 435
Decrease/(increase) in trade and other payables		10 954 786	(8 581 150)
Cash generated from/(utilised in) operations		7 057 693	(6 641 666)
Finance income		37 910	38 104
Other operating income		3 203 190	456 191
Interest paid		(1 376 014)	(612 952)
Net cash generated from/(utilised in) operations		8 922 779	(6 760 323)
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchase of property and equipment	4	(5 656 196)	(1 362 070)
Development of intangible assets		-	(141 539)
Purchase of biological assets		-	(6 931)
Purchase of stock market investments		-	-
Proceeds from sale of financial assets		-	13 968
Dividend received		72 151	-
Proceeds from sale of property and equipment		-	152 075
Lease principal repayment		(1 022 539)	-
Tax paid (IMTT)		(370 980)	-
Net cash utilised in investing activities		(6 977 564)	(1 510 540)
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from issue of debentures		-	16 687 500
Repayment of borrowings from rights issue linked to debentures		-	(13 640 349)
Proceeds from borrowings		722 400	-
Repayment of borrowings		(135 462)	-
Dividend paid		(1 450 000)	-
Capital raising transaction costs		-	(552 725)
Payments of overdue creditors from proceeds of rights issue linked to debentures		-	(116 313)
Proceeds from rights issue of ordinary shares		-	5 812 500
Net cash (outflow)/inflow from financing activities		(863 062)	8 190 613
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS		1 082 153	(80 250)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD		637 083	6 418
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	10	1 719 236	(73 832)

ABRIDGED UNAUDITED STATEMENT OF CHANGES IN EQUITY FOR THE SIX MONTHS ENDED 30 JUNE 2019

ABRIDGED UNAUDITED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE SIX MONTHS ENDED 30 JUNE 2019

Notes	30.06.19 ZWL\$	30.06.18 ZWL\$
Revenue		
14	37 008 581	13 679 337
Cost of sales	(9 574 428)	(4 558 674)
Gross profit	27 434 153	9 120 663
Other operating income	3 203 190	456 191
Operating expenses	(20 405 805)	(7 332 490)
Earnings before interest, tax, depreciation and amortization	10 231 538	2 244 364
Depreciation and amortization	(2 167 199)	(1 253 821)
Profit from operations	8 064 339	990 543
Net finance costs	(1 338 104)	(574 848)
Profit before tax	6 726 235	415 695
Income tax charge	(1 305 382)	(201 702)
Profit for the period	5 420 853	213 993
Other comprehensive income:		
Other comprehensive income after tax	5 420 853	213 993
Items that will be re-classified subsequently to profit or loss	-	-
Total comprehensive income for the period	5 420 853	213 993
Earnings per share (cents)		
17	0.220	0.009
Basic earnings per share	0.220	0.009
Diluted earnings per share	0.220	0.009

	Share capital	Share premium	Non distributable reserve	Other capital Reserve	Revaluation reserve	Accumulated losses	Total equity
Balance as at 1 January 2019	249 550	10 227 505	16 711 500	244 999	9 316 779	(7 735 628)	29 014 705
Total comprehensive income for the period	-	-	-	-	-	5 420 853	5 420 853
Dividend paid	-	-	-	-	-	(1 450 000)	(1 450 000)
Realisation of other capital reserve	-	-	-	(17 500)	-	-	(17 500)
Balance as at 30 June 2019	249 550	10 227 505	16 711 500	227 499	9 316 779	(3 764 775)	32 968 058
Balance as at 1 January 2018	187 050	4 477 505	16 711 500	279 999	2 985 217	(12 192 758)	12 448 513
Total comprehensive income	-	-	-	-	6 331 562	5 009 855	11 341 417
Issue of shares through a rights issue	62 500	5 750 000	-	-	-	(552 725)	5 259 775
Realisation of other capital reserve	-	-	-	(35 000)	-	-	(35 000)
Balance as at 31 December 2018	249 550	10 227 505	16 711 500	244 999	9 316 779	(7 735 628)	29 014 705
Balance as at 1 January 2018	187 050	4 477 505	16 711 500	279 999	2 985 217	(12 192 758)	12 448 513
Total comprehensive income for the period	-	-	-	-	-	213 993	213 993
Issue of shares through a rights issue	62 500	5 750 000	-	-	-	(540 258)	5 272 242
Realisation of other capital reserve	-	-	-	(17 499)	-	-	(17 499)
Balance as at 30 June 2018	249 550	10 227 505	16 711 500	262 500	2 985 217	(12 519 023)	17 917 249



Abridged Unaudited Financial Statements for the six months ended 30 June 2019

NOTES TO THE ABRIDGED UNAUDITED FINANCIAL STATEMENTS FOR THE SIX MONTHS ENDED 30 JUNE 2019

1. General information

Rainbow Tourism Group Limited is a company incorporated and domiciled in Zimbabwe. The Company is in the tourism services industry as hoteliers and providers of conference facilities. Its registration number is 4880/91. The Company is listed on the Zimbabwe Stock Exchange (ZSE).

Currency of reference

During the period under review, the Reserve Bank of Zimbabwe issued a monetary policy statement whose highlights among other issues were:

- a) Denomination of real time gross settlement (RTGS) balances, bond notes and coins collectively known as ZWL\$/RTGS dollars. RTGS dollars become part of the multi-currency system.
- b) Promulgated that RTGS dollars were to be used by all entities (including the Government) and individuals in Zimbabwe for purposes of pricing of goods and services, record debts, accounting and settlement of domestic transactions.
- c) Establishment of an inter-bank foreign exchange market where the exchange rate would be determined on a willing-buyer willing-seller basis.
- d) Demonetization of foreign currency with effect from 24 June 2019.

Statutory instrument (SI) 142 of 2019 gave effect to the demonetization of foreign currency and effectively establishing ZWL\$ as the sole currency. As a result of the currency changes announced by the monetary authorities, the Directors assessed as required by International Accounting Standard (IAS) 21, The Effects of Changes in Foreign Exchange Rates and consistent with the guidance issued by the Public Accountants and Auditors Board (PAAB) whether the use of the United States dollar as the functional and reporting currency remained appropriate. Based on their assessment, the Directors concluded that the Company's transactional and functional currency had changed to the ZWL\$ dollar. The Company adopted the RTGS dollar as the new functional and reporting currency with effect from 28 February 2019.

These financial statements are therefore presented in Zimbabwean dollars (ZWL\$) being the currency of the primary economic environment in which the Company operates. The Company translated the statement of financial position as at 31 December 2018 at a rate of 1 US dollar to 1 RTGS dollar in line with Statutory instrument 33. The translation basis prescribed by S.I.33 and adopted by the Company were not consistent with IAS 21.

These abridged unaudited interim financial statements were approved for issue by the Board of Rainbow Tourism Group Limited on 18 September 2019.

2. New Accounting standards

IFRS 16 'Leases'

IFRS 16 'Leases' replaces IAS 17 'Leases' along with three Interpretations (IFRIC 4 'Determining whether an Arrangement contains a Lease', SIC 15 'Operating Leases-Incentives' and SIC 27 'Evaluating the Substance of Transactions Involving the Legal Form of a Lease'). The new Standard has been applied using the non-retrospective approach, with the cumulative effect of adopting IFRS 16 being recognized in the profit or loss account. Prior periods have not been restated. For contracts in place at the date of initial application, the Group has elected to apply the definition of a lease from IAS 17 and IFRIC 4 and has not applied IFRS 16 to arrangements that were previously not identified as lease under IAS 17 and IFRIC 4. The Company has elected not to include initial direct costs in the measurement of the right-of-use asset for operating leases in existence at the date of initial application of IFRS 16, being 1 January 2019. At this date, the Company has also elected to measure the right-of-use assets at an amount equal to the lease liability adjusted for any prepaid or accrued lease payments that existed at the date of transition. Instead of performing an impairment review on the right-of-use assets at the date of initial application, the Company has relied on its historic assessment as to whether leases were onerous immediately before the date of initial application of IFRS 16. For those leases previously classified as finance leases, the right-of-use asset and lease liability are measured at the date of initial application at the same amounts as under IAS 17 immediately before the date of initial application. On transition to IFRS 16 the weighted average incremental borrowing rate applied to lease liabilities recognized under IFRS 16 was 6%. The Company has benefited from the use of hindsight for determining lease term when considering options to extend and terminate leases.

3. Statement of compliance

The abridged unaudited financial statements for the six months ended 30 June 2019 have been prepared in accordance with International Accounting Standard 34, "Interim Financial Reporting". They do not include all of the information required to fully comply with IFRSs and should be read in conjunction with the audited annual financial statements for the year ended 31 December 2018. These financial statements are based on statutory records that are maintained under the historical cost convention, except for land and buildings that have been maintained at market value.

	30.06.19 ZWL\$	30.06.18 ZWL\$	31.12.18 ZWL\$
4. Property and equipment			
Opening carrying amount	43 365 221	35 936 189	35 936 189
Additions to property and equipment	5 656 196	1 362 070	2 172 443
Revaluation	-	-	7 914 452
Depreciation charge	(2 167 199)	(1 253 821)	(2 541 105)
Carrying amounts of disposed asset	-	-	(116 758)
Closing carrying amount	46 854 218	36 044 438	43 365 221

In February 2019, the Government of Zimbabwe gazetted Statutory Instrument 33 of 2019 which prescribed the take-on balances for assets and liabilities on a 1:1 basis for transactions done prior to 21 February 2019. The values of the assets reflected in financial statements were computed using the 1:1 basis. A comprehensive valuation will be carried out during the course of the year taking into account the current market valuation of the entire property and equipment.

	30.06.19 ZWL\$	30.06.18 ZWL\$	31.12.18 ZWL\$
5. Intangible asset			
Opening carrying amount	296 021	137 037	137 037
Additions	463 880	141 539	187 795
Amortization charge	(28 811)	(12 902)	(28 811)
Closing carrying amount	731 090	265 674	296 021

Included in intangible assets are rights to use certain Microsoft products and development costs for the Company's mobile and web application - "The Gateway Stream"

	30.06.19 ZWL\$	30.06.18 ZWL\$	31.12.18 ZWL\$
6. Deferred tax reconciliation			
Balance at beginning of the year	1 710 603	(354 273)	(354 273)
Temporary differences on property & equipment	6 895 912	171 234	5 817 090
Temporary differences on property & equipment revaluation	-	-	(1 582 890)
Originating differences on assessed losses	(5 590 530)	30 468	(2 169 324)
Balance at the end of period	3 015 985	(152 571)	1 710 603

	30.06.19 ZWL\$	30.06.18 ZWL\$	31.12.18 ZWL\$
7. Right of use assets			
Balance at beginning of the year	-	-	-
Additions to right of use assets	37 520 368	-	-
Depreciation	(989 058)	-	-
Closing balance	36 531 310	-	-

Right of use assets relates to the Company's three leased properties which are Rainbow Towers Hotel & Conference Centre, Kadoma Hotel and Conference Centre and New Ambassador Hotel. The three property leases' maturity tenure is more than 5 years.

	30.06.19 ZWL\$	30.06.18 ZWL\$	31.12.18 ZWL\$
8. Inventories			
Food and beverage	901 331	337 403	401 331
Service stocks	1 841 213	1 864 236	1 803 796
Other stocks	727 104	314 399	133 763
	3 469 648	2 516 038	2 338 890
9. Trade and other receivable			
Trade receivables	10 121 910	2 228 723	2 214 946
Prepayments and other	5 059 372	3 391 401	4 039 102
	15 181 282	5 620 124	6 254 048

To measure the expected credit losses, trade and other receivables have been grouped based on shared credit risk characteristics and the days past due. On that basis, the loss allowance for trade receivables as at 30 June 2019 was determined as follows:

Trade receivables	Current	More than 30 days past due	More than 60 days past due	More than 90 days past due	More than 120 days past due	Total
Gross carrying amount	5 671 650	2 483 094	896 915	605 244	465 007	10 121 910
Average expected loss rate	0.5%	1.5%	2.0%	10.0%	100%	6%
Credit loss allowance	28 358	37 246	17 938	60 524	465 007	609 075

10. Cash and cash equivalents

For the purpose of the statement of cash flows, cash and cash equivalents comprise the following:

	30.06.19 ZWL\$	30.06.18 ZWL\$	31.12.18 ZWL\$
Cash and bank balances	5 495 425	607 959	1 433 463
Bank overdraft	(3 776 189)	(681 791)	(796 380)
	1 719 236	(73 832)	637 083

11. Borrowings

	30.06.19 ZWL\$	30.06.18 ZWL\$	31.12.18 ZWL\$
6% Non-Debentures	16 687 500	16 687 500	16 687 500
Local banks	1 896 311	168 000	-
	18 583 811	16 855 500	16 687 500

On 21 February 2018, RTG issued a 6% Non-convertible debentures with a 7 year tenure and a one year moratorium on capital repayments. The debenture's coupon is payable bi-annually. The instrument is listed as a debt instrument on the Zimbabwe Stock Exchange. The proceeds of the debenture issue were used to repay the then overdue NSSA loan. The debenture is secured by a bond over the company's three hotels namely, Bulawayo Rainbow Hotel, A'Zambezi River Lodge and Victoria Falls Rainbow Hotel. The Company is up to date with the coupon obligations.

The local loan relates to a finance facility secured for the acquisition of Heritage Expeditions Africa transfer buses. The facility has a three year tenure at an interest rate of 8% per annum.

	30.06.19 ZWL\$	30.06.18 ZWL\$	31.12.18 ZWL\$
12. Trade and other payables			
Trade payables	17 673 947	3 688 595	6 319 550
Accruals and other payables	1 868 342	6 079 495	2 267 953
	19 542 289	9 768 090	8 587 503

13. Cashflow from operating activities

	30.06.19 ZWL\$	30.06.18 ZWL\$	31.12.18 ZWL\$
Profit before tax	6 726 235	213 993	5 583 138
Depreciation & amortization charges	2 167 199	1 253 821	2 576 105
Other income	(3 203 190)	(254 489)	(3 277 872)
Loss on disposals	-	-	(35 317)
Effects of opening balance translation	(867 449)	-	-
Finance costs	1 376 014	612 952	1 198 015
Finance income	(37 910)	(38 104)	(75 404)
Operating profit before working capital changes	6 160 899	1 788 173	5 968 665

	30.06.19 ZWL\$	30.06.18 ZWL\$
14. Revenue		
Rooms revenue	17,801,572	7,944,908
Food, beverages and conferencing	15,792,405	5,734,429
Other operating activities	3,414,604	-
	37 008 581	13 679 337

	30.06.19 ZWL\$	30.06.18 ZWL\$
15. Other Income		
Rental from tenants	528 114	148 114
Sundry income	2 675 076	308 077
	3 203 190	456 191

	30.06.19 ZWL\$	30.06.18 ZWL\$
16. Operating expenses		
Administrative expenses	(12 163 769)	(3 767 183)
Distribution expenses	(4 071 344)	(1 303 616)
Other operating expenses	(4 170 692)	(2 261 691)
	(20 405 805)	(7 332 490)

	30.06.19 ZWL\$	30.06.18 ZWL\$
17. Earnings per share		
Number of shares (000s)		
Authorized shares of 0.01 cents each	2 500 000	2 500 000
Issued and fully paid shares of 0.01 cents each	2 459 537	2 287 163

	30.06.19 ZWL\$	30.06.18 ZWL\$
17.1 Basic earnings per share		
Profit attributable to shareholders	5 420 853	213 993
Weighted average number of shares in issue(000s)	2 459 537	2 287 163
Basic earnings per share(ZWL\$ cents)	0.220	0.009

	30.06.19 ZWL\$	30.06.18 ZWL\$
17.2 Diluted earnings per share		
Profit attributable to shareholders	5 420 853	213 993
Adjustments	-	-
	5 420 853	213 993
Weighted average number of shares in issue(000s)	2 459 537	2 287 163
Diluted earnings per share (ZWL\$ cents)	0.220	0.009

18. Fair Value Determination of transaction, assets and liability

The determination of fair values presented in the financial statements is affected by the prevailing economic environment. During the course of the period the Company traded in both local RTGS and in foreign currency. For the first two months of the year, the official rate between the US dollar and RTGS balances (RTGS electronic balances, bond coins and notes) was pegged officially at US\$1:ZWL\$1. On 22 February 2019, the exchange rate between the US\$ and ZWL\$ moved to ZWL\$2.5/US\$. The Board has concluded that the valuation of Nostro balances and foreign currency assets and liabilities on and before 28 February 2019 was on the 1:1 basis hence costs and revenues for the that period were accounted for on the US\$1:ZWL\$1 basis.

19. Events after the reporting date

There were no events between 30 June 2019 and the date the financial statements were approved by the board that require separate disclosure.

20. Dividend

The Board is pleased to declare an interim dividend of ZWL 0.1 cents per share payable to all ordinary shareholders of the Company. The dividend is in respect of the period ended 30 June 2019 and will be payable in full to all the shareholders of the Company registered as at the close of business on 11 October 2019. The payment of this dividend will take place on or about 25 October 2019. The shares of the Company will be traded cum-dividend on the Zimbabwe Stock Exchange up to the market day of 8 October 2019.