

INFLATION ADJUSTED FINANCIAL HIGHLIGHTS

	INFLATION ADJUSTED			
All figures in ZWL	Half Year Ended 31-Mar-21	6 Months-to-6 Months Change		
REVENUE	425,530,738	64%		
EBITDA (excluding fair value adjustments)	72,289,634	276%		
PROFIT AFTER TAXATION	28,331,295	112%		
BASIC EARNINGS PER SHARE (dollars)	0.0174	112%		
CHAIRMAN'S STATEMENT				

INTRODUCTION

The 2020/2021 agricultural season commenced on a very good note. The weather conditions during the period under review resulted in a significant improvement on previous period. Accordingly, yields are projected to improve.

The continued existence of the effects of COVID-19 pandemic on global economies have unsettled the markets. This has led to lower demand and a softening in prices on export teas. Demand for good quality macadamia nuts has remained firm although we are projecting a slight weakening in the prices across all grades. For the Group, we are comfortable that the significant improvement in macadamia yield coupled with the quality being produced will more than compensate for any adverse macadamia price movement

FINANCIAL PERFORMANCE (on inflation adjusted terms) Revenue for the half year ended 31 March 2021 reflects a growth of 64% compared to prior period. The revenue growth was driven mainly by increase in sales of local products. Cost of sales decrease at 37%

Condensed Group Statement of Profit or Loss and Other Comprehensive Income

	Inflation Adjusted *Historical				
	REVIEWED	REVIEWED	UNAUDITED	UNAUDITED	
	Half Year Ended	Half Year Ended	Half Year Ended	Half Year Ended	
All figures in ZWL Notes	31-Mar-21	31-Mar-20	31-Mar-21	31-Mar-20	
Revenue 8	425,530,738	259,057,490	397,734,373	59,588,246	
Cost of production	(155,333,648)	(171,999,693)	(124,685,235)	(34,369,528)	
Gross profit	270,197,090	87,057,797	273,049,138	25,218,718	
Other operating income	3,654,787	3,249,320	3,378,030	701,351	
Operating expenses	(194,994,124)	(140,623,333)	(156,952,625)	(28,592,220)	
Profit/ (loss) from operations	78,857,753	(50,316,216)	119,474,543	(2,672,151)	
Fair value adjustments	94,349,866	(159,346,560)	190,863,241	77,768,105	
Exchange differences	(7,917,470)	(20,897,533)	(7,893,648)	(6,516,825)	
Monetary (loss)/ gain	(52,425,862)	196,641,983	-	-	
Share of net profit of a joint venture accounted for using the equity method	5,057,806	3,418,370	4,954,370	754,188	
Profit/ (loss) before interest and taxation	117,922,093	(30,499,956)	307,398,506	69,333,317	
Finance costs	(12,569,926)	(7,586,939)	(11,611,755)	(1,805,586)	
Profit/ (loss) before taxation	105,352,167	(38,086,895)	295,786,751	67,527,731	
Income tax expense 2	(77,020,872)	(196,925,846)	(81,490,985)	(14,978,489)	
Profit/ (loss) for the year	28,331,295	(235,012,741)	214,295,766	52,549,242	
Other comprehensive income (net of tax)	-	-	-	-	
Total comprehensive income/ (loss) for the year	28,331,295	(235,012,741)	214,295,766	52,549,242	
Number of shares in issue	1,627,395,595	1,627,395,595	1,627,395,595	1,627,395,595	
Weighted average number of shares in issue	1,627,395,595	1,627,395,595	1,627,395,595	1,627,395,595	
Formingo new charge (dellars)					
Earnings per share (dollars)					
Basic earnings per share	0.0174	(0.1444)	0.1317	0.0323	
Diluted earnings per share	0.0174	(0.1444)	0.1317	0.0323	

t Historical amounts have been presented as supplementary information and were not subject to an audit or review

Condensed Group Statement of Financial Position

		Ir	flation Adjusted			*Historical	
		REVIEWED	REVIEWED	AUDITED	UNAUDITED	UNAUDITED	AUDITED
		As at	As at	As at	As at	As at	As at
All figures in ZWL	Notes	31-Mar-21	31-Mar-20	30-Sep-20	31-Mar-21	31-Mar-20	30-Sep-20
ASSETS							
Non - current assets							
Property, plant and equipment		1,516,747,868	1,362,097,330	1,474,366,782	105,447,102	48,091,464	67,517,701
Biological assets		6,872,948	12,769,983	18,943,410	6,872,948	3,749,800	15,136,705
Right of use assets		24,049,997	5,366,877	27,655,768	858,850	817,980	1,007,462
nvestment in joint ventures	5	62,730,036	10,443,686	32,078,703	36,103,057	1,493,271	5,555,160
	_	1,610,400,849	1,390,677,876	1,553,044,663	149,281,957	54,152,515	89,217,028
urrent assets							
Biological assets		555,595,173	488,887,610	461,338,568	555,595,173	143,557,808	368,631,898
nventories		235,740,250	105,201,294	182,816,845	213,592,096	24,216,877	55,449,778
rade and other receivables		227,586,052	71,854,976	230,329,998	224,221,808	20,367,858	177,244,543
Cash and cash equivalents		81,895,063	16,217,170	22,416,952	81,895,063	4,762,038	17,912,232
		1,100,816,538	682,161,050	896,902,363	1,075,304,140	192,904,581	619,238,451
OTAL ASSETS		2,711,217,387	2,072,838,926	2,449,947,026	1,224,586,097	247,057,096	708,455,479
Ωυιτγ							
Share capital and reserves							
Share capital		70,063,135	70,063,135	70,063,135	1,627,395	1,627,395	1,627,395
ihare premium		470,230,063	470,230,063	470,230,063	10,922,292	10,922,292	10,922,292
Distributable reserves		922,754,682	573,845,582	894,423,387	379,138,819	81,624,852	164,843,053
		1,463,047,880	1,114,138,780	1,434,716,585	391,688,506	94,174,539	177,392,740
IABILITIES							
Ion-current liabilities							
Borrowings	7	233,924,874	156,754,459	275,756,187	233,924,874	46,029,652	220,342,572
Deferred tax		493,651,400	441,066,006	416,630,528	139,098,952	40,662,723	57,607,967
ease liabilities	-	44,813	1,403,772	247,013	44,813	412,206	197,375
	-	727,621,087	599,224,237	692,633,728	373,068,639	87,104,581	278,147,914
urrent liabilities					055 000 054	04 740 050	
rade and other payables	6	416,385,522	345,646,070	313,930,161	355,666,054	61,716,958	245,989,829
Borrowings	7	103,901,362	12,610,482	8,190,378	103,901,362	3,702,964	6,544,509
ease liabilities	_	261,536	1,219,357	476,174	261,536	358,054	380,487
	-	520,548,420	359,475,909	322,596,713	459,828,952	65,777,976	252,914,825
OTAL EQUITY AND LIABILITIES		2,711,217,387	2,072,838,926	2,449,947,026	1,224,586,097	247,057,096	708,455,479
⁺ Historical amounts have been prese	- Inted as suppl	ementary inform	ation and were not	t subject to an auc	lit or review		
instorical arriounts flave been preser	neu as suppl		ation and were no		IL OF TEVIEW.		

Condensed Group Statement of Cashflows

All figures in ZWL

Cash flows from operating activities

REVIEWED FINANCIAL RESULTS FOR THE SIX MONTHS ENDED. 31 MARCH 2021

was significantly behind revenue growth and reflects the impact of cost containment activities which resulted in gross margin improvement to 63%compared to 34% in the prior comparative period

Profit from operations improved to 19% of revenue compared to a loss of 19% experienced in the prior year comparative period. After taking into account fair value adjustments and the monetary loss, the Group realised an inflation adjusted profit before interest and tax of ZWL118 million, compared to ZWL30 million loss incurred in the prior comparative period. Inflation adjusted interest expense grew by 66% to ZWL12 million in the current reporting period. The increase was driven mainly by interest rate on local borrowings. As a result of this, the Group is in the process of reducing local borrowings. Overall the Group posted an inflation adjusted profit after tax of ZWL28 million, which is a 112% improvement on prior comparative period's ZWL235 million loss.

The Group's balance sheet continued to improve in the period under review.

VOLUMES AND OPERATIONS

Production volumes improved on the back of good weather conditions. As at half year, production at 2 023 tonnes was 8% ahead of prior year's 1 870 tonnes

Export tea sales volumes improved by 10% to 656 tonnes whilst current period pricing declined by 2%.

Local tea sales volumes improved by 73% while pricing increased by 39%.

 $\ensuremath{\textbf{Macadamia}}$ At the end of the current half year, 32% of the projected annual crop had been produced compared to 37% in prior period. In volume terms the production for the current half year was 419 tonnes, of which 215 tonnes had been sold. For the same period in prior year, 389 tonnes had been produced, of which 178 tonnes had been sold. Pricing reflected an 11% decline against the same period in prior year. The current year yield for the macadamia crop is expected to be 18% ahead of prior year.

Fruit

The fruit category's production volumes of 2 288 tonnes for the current half year improved by 12% when compared with the prior comparative period. This category comprises of stone fruit and pome fruit. Both fruits registered growth of 17% and 5% respectively as yields continue to improve.

The selling period for stone fruit coincided with the lockdown promulgated by Government in January 2021. This had an adverse effect on fruit uptake in the market. Unfortunately, most of the export markets were also depressed due to COVID-19 lockdowns implemented in various countries. As a result stone fruit sales volume suffered a 14% decline compared to the prior comparative period. Pome fruit was unaffected. The category registered a 6% improvement in average selling price when compared with the prior comparative period.

Other products

5.

Other products making up 17% of revenue comprise potatoes, soya beans, seed maize, commercial maize, seed sugar beaps, avocado, bananas and poultry. These have been growing progressively over the years and continue to contribute positively to the Group's profitability.

Condensed Notes and Supplementary Information (Continued)

All figures in ZWL	REVIEWED Half Year Ended 31-Mar-21	AUDITED Year Ended 30-Sep-20	UNAUDITED Half Year Ended 31-Mar-21	AUDITED Year Ended 30-Sep-20
Investment in joint ventures				
Beginning of the period	32,078,703	18,641,714	5,555,160	739,083
Addition	25,593,527		25,593,527	-
Share of profit for the period	5,057,806	13,436,989	4,954,370	4,816,077
End of the period	62,730,036	32,078,703	36,103,057	5,555,160
In February 2021, the Group entered into a Joint Venture arra	angement with Family van Leenhoff f	or the purposes	of cattle ranching in a	company called

In repruary 2021, the Group entered into a Joint Venture arrangement with Family van Leenhoft for the purposes of cattle ranching in a company or Mombe Shoma. The initial investment was valued at ZWL 25,593,527 and was in the form of contribution of cattle to the Joint Venture. The Group holds a 50% stake in the arrangement. As at half year a share of profit of ZWL 2,147,896 from the Joint Venture was recognised.

The investment in Claremont Power Station which existed at year end, also contributed a share of profit of ZWL 2,909,909

		Inflation A	Inflation Adjusted		rical	
		REVIEWED As at 31-Mar-21	REVIEWED As at 31-Mar-20	UNAUDITED As at 31-Mar-21	UNAUDITED As at 31-Mar-20	
5. Trad	e and other payables					
Trade	e pavables	161,135,148	129,482,035	161,135,148	38.021.330	
Othe	er payables	255,250,374	216,164,035	194,530,906	23,695,628	
		416,385,522	345,646,070	355,666,054	61,716,958	
At ar Loan Bank	owings mortised cost is from banks coverdrafts is from related parties	88,026,329 19,781,662 230,018,245	16,822,435 12,610,482 139,932,024	88,026,329 19,781,662 230,018,245	4,939,769 3,702,964 41,089,883	
		337,826,236	169,364,941	337,826,236	49,732,616	
	i-term t-term	233,924,874 103,901,362	156,754,459 12,610,482	233,924,874 103,901,362	46,029,652 3,702,964	
		337,826,236	169,364,941	337,826,236	49,732,616	

Reportable segments

	REVIEWED Half Year Ended	REVIEWED	UNAUDITED	UNAUDITED
Revenue from major products	31-Mar-21	31-Mar-20	Half Year Ended 31-Mar-21	Half Year Ended 31-Mar-20
	005 000 100	400.070.000	100 000 001	00 040 700
Tea	205,092,100	108,273,323	188,260,984	22,043,798
Macadamia nuts	69,036,011	60,752,072	68,586,972	17,081,814
Vegetables and fruits	101,518,184	68,088,205	93,905,892	15,992,475
Poultry	35,751,760	14,583,342	33,971,087	2,992,724
Other	14,132,683	7,360,548	13,009,438	1,477,435
Total	425,530,738	259,057,490	397,734,373	59,588,246

			Inflati	on Aajustea		
All figures in ZWL	Southdown Estates	Claremont Estate	Kent Estate	Corporate Office	Adjustments & Eliminations	Total
31-Mar-21						
Segment revenue	284,873,043	62,367,395	78,290,300	-	-	425,530,738
Segment EBITDA (excluding fair value adjustments)	2,160,661,947	(727,095,669)	(53,418,470)	(1,307,858,174)	-	72,289,634
Segment depreciation and impairment	21,173,176	5,746,609	3,843,043	8,882,177	-	39,645,005
Segment assets (excluding intersegment assets)	1,672,697,050		254,343,320	381,889,250		2,711,217,387
Segment liabilities (excluding intersegment liabilities)		(26,988,547)	(27,716,139)	(375,460,478)		(1,248,169,507)
Net segment assets/ (liabilities)	60,578,196	(33,549,230)	(12,277,019)	(14,751,947)	-	-
31-Mar-20						
Segment revenue	172,767,977	48,588,851	37,700,662	-	-	259,057,490
Segment EBITDA (excluding fair value adjustments)	(11,426,751)	22,515,281	(16,505,062)	(35,768,962)	-	(41,185,494)
Segment depreciation and impairment	16,036,786	- / - /	3,566,718	6,534,892		
Segment assets (excluding intersegment assets)	1,110,134,077		157,909,898	123,629,618		2,072,838,926
Segment liabilities (excluding intersegment liabilities)	(277,759,873)		(15,345,319)	(200,484,407)	(448,960,601)	(958,700,146)
Net segment assets/ (liabilities)	37,231,325	(47,431,925)	(31,831,262)	42,031,862	-	-
			*H	listorical		
	Southdown	Claremont	Kent	Corporate	Adjustments &	
All figures in ZWL	Estates	Estate	Estate	Office	Eliminations	Total
31-Mar-21						
Segment revenue	266,940,471	57,731,472	73,062,430	-	-	397,734,373
Segment EBITDA (excluding fair value adjustments)	82,781,120		2,813,391	1,414,853	-	119,213,304

Segment EBITDA (excluding fair value adjustments) Segment depreciation and impairment Segment assets (excluding intersegment assets) Segment liabilities (excluding intersegment liabilities) Net segment assets/ (liabilities)

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SOCIAL	WEAR	WASH HANDS	COVER A COUGH	STAY
STANCING	MASK	OR SANITISE	OR SNEEZE	AT HOME

OUTLOOK The agricultural season has been good and improved yields are projected for all crops.

Due to the cyclical nature of the Group's activities, the majority of the Due to the cyclical nature of the Group's activities, the majority of the harvesting and selling period occurs in the second half of the year. Export macadamia demand is projected to remain firm however a slight decline in the average selling price for the year is expected. Export tea demand and pricing is anticipated to remain softer than in prior year. Overall the Group is expecting an improved financial performance to the end of this financial period. period.

DI

DIVIDEND In view of the need to enhance the productive assets and the need to preserve available cash resources, the Board has seen it prudent not to declare a dividend for the half year.

DIRECTORATE There have been no changes in the directorate in the period under review.

07 June 2021

APPRECIATION I would like to extend my appreciation to all our customers, suppliers, staff shareholders, strategic partners and my fellow Board directors for the continued support for the business.

BY ORDER OF THE BOARD

ALEXANDER CRISPEN JONGWE CHAIRMAN

Inflation Adjusted

Profit/ (loss) before interest and taxation	117,922,093	(30,499,956)	307,398,506	69,333,317
Change in working capital	52,275,902	184,825,628	(95,443,358)	18,840,277
Non-cash items	(73,624,470)	184,408,273	(207,001,377)	(77,244,805)
Cash inflow/ (outflow) from operations	96,573,525	338,733,945	4,953,771	10,928,789
Finance costs	(12,569,926)	(7,586,939)	(11,611,755)	(1,805,586)
Cash generated from/(utilised in) operating activities	84,003,599	331,147,006	(6,657,984)	9,123,203
Or all flavor from investion and initial				
Cash flows from investing activities	(70, 400, 200)	(70 100 000)	(40,450,007)	(11.045.000)
Cash (utilised) in investing activities	(78,420,320)	(76,109,983)	(40,458,827)	(11,645,888)
Cash generated from investing activities	432,000	-	432,000	-
Cash (utilised) in investing activities	(77,988,320)	(76,109,983)	(40,026,827)	(11,645,888)
Cash flows from financing activities				
Cash generated/ (utilised in) from financing activities	53,462,832	(282.528.336)	110.667.642	2,686,467
Cash generated/ (utilised in) from financing activities	53,462,832	(282,528,336)	110,667,642	2,686,467
oush generated/ (utilised in/ from maneing activities	33,402,032	(202,320,330)	110,007,042	2,000,407
Net increase/ (decrease) in cash and cash equivalents	59,478,111	(27.491.313)	63,982,831	163,782
Cash and cash equivalents at beginning of the year	22,416,952	43,708,483	17.912.232	4,598,256
Cash and cash equivalents at the end of the period	81,895,063	16,217,170	81,895,063	4,762,038
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Inflation Adjusted

REVIEWED f Year Ended

Half Year Ended 31-Mar-21

REVIEWED Half Year Ended 31-Mar-20

UNAUDITED Half Year Ended 31-Mar-21

UNAUDITED

Half Year Ended 31-Mar-20

* Historical amounts have been presented as supplementary information and were not subject to an audit or review

Condensed Group Statement of Changes in Equity

	Inflation Adjusted					
	Share	Share	Distributable			
All figures in ZWL	capital	premium	reserves	Total		
Balance as at 30 September 2019	70,063,135	470,230,063	820,535,869	1,360,829,067		
Impact of IFRS 16 adoption	-	-	(11,677,546)	(11,677,546)		
Total comprehensive (loss) for the period		-	(235,012,741)	(235,012,741)		
Balance as at 31 March 2020	70,063,135	470,230,063	573,845,582	1,114,138,780		
Derecognition of Impact of IFRS 16 adoption	-	-	11,677,546	11,677,546		
Total comprehensive income for the period		-	308,900,259	308,900,259		
Balance as at 30 September 2020	70,063,135	470,230,063	894,423,387	1,434,716,585		
Total comprehensive income for the period		-	28,331,295	28,331,295		
Balance as at 31 March 2021	70,063,135	470,230,063	922,754,682	1,463,047,880		
	*Historical					
	Share	Share	Distributable			
All figures in ZWL	capital	premium	reserves	Total		
Balance as at 30 September 2019	1,627,395	10,922,292	28,992,465	41,542,152		
mpact of IFRS 16 adoption	-	-	83,145	83,145		
Total comprehensive income for the period		-	52,549,242	52,549,242		
Balance as at 31 March 2020	1,627,395	10,922,292	81,624,852	94,174,539		
Derecognition of Impact of IFRS 16 adoption	-	-	(83,145)	(83,145)		
Total comprehensive income for the period	-	-	83,301,346	83,301,346		
Balance as at 30 September 2020	1,627,395	10,922,292	164,843,053	177,392,740		
Total comprehensive income for the period	-	-	214,295,766	214,295,766		
Balance as at 31 March 2021	1.627.395	10,922,292	379,138,819	391,688,506		

* Historical amounts have been presented as supplementary information and were not subject to an audit or review.

Condensed Notes and Supplementary Information

	Inflation	Adjusted	Historical		
All figures in ZWL	REVIEWED Half Year Ended 31-Mar-21	REVIEWED Half Year Ended 31-Mar-20	UNAUDITED Half Year Ended 31-Mar-21	UNAUDITED Half Year Ended 31-Mar-20	
1. Depreciation and amortisation					
Depreciation of property, plant and equipment excluding bearer plants	28,407,148	25,402,213	2,189,613	714,229	
Depreciation of bearer plants	7,632,086	1,642,055	339,813	325,215	
Depreciation of right of use assets	3,605,771	1,341,934	148,612	210,479	
	39,645,005	28,386,202	2,678,038	1,249,923	
. Income tax expense					
Current tax	-	-	-	-	
Deferred tax	77,020,872	196,925,846	81,490,985	14,978,489	
	77,020,872	196,925,846	81,490,985	14,978,489	
. Capital expenditure for the period					
Purchase of property plant and equipment excluding bearer plants	76,243,747	71,049,589	38,532,913	10,750,045	
Capital expenditure incurred on bearer plants	2,176,573	5,060,394	1,925,914	895,843	
	78,420,320	76,109,983	40,458,827	11,645,888	
. Commitments for capital expenditure					
Authorised by directors but not contracted	59,050,648	61,681,585	59,050,648	18,112,288	
	59,050,648	61,681,585	59,050,648	18,112,288	

The capital expenditure will be financed out of the Group's own resources and existing facilities

3 I-IVIAr-20						
Segment revenue	39,938,750	10,603,334	9,046,162	-	-	59,588,246
Segment EBITDA (excluding fair value adjustments)	(58,346)	4,793,293	(2,812,357)	(9,536,428)	-	(7,613,838)
Segment depreciation and impairment	749,549	230,503	94,582	254,730	(79,441)	1,249,923
Segment assets (excluding intersegment assets)	77,909,999	18,597,556	8,317,192	6,890,286	135,342,063	247,057,096
Segment liabilities (excluding intersegment liabilities)	(41,782,735)	(4,742,297)	(4,506,026)	(58,868,291)	(42,983,208)	(152,882,557)
Net segment assets/ (liabilities)	10,932,671	(13,927,993)	(9,346,987)	12,342,309	-	-
-						

553,398

263,202

131,840,366

(27,716,140)

(12,277,019)

297,806

233,296,864

(375,460,477)

(14,751,947

2.678.038

1,224,586,097

(145,418,180) (832,897,591)

* Historical amounts have been presented as supplementary information and were not subject to an audit or review

1.563.632

514,290,418 345,158,449

60,578,196 (33,549,230)

(257,314,247) (26,988,547)

Currency of reporting 9.

The Group's consolidated and condensed financial statements are presented in Zimbabwe Dollars (ZWL) which is the functional currency of all its components.

Statement of compliance 10.

The Group's consolidated financial statements which are summarised by these Group financial results have been prepared in compliance with International Accounting Standard (IAS) 34 Interim Financial Reporting promulgated by the International Accounting Standards Board (IASB), as well as the requirements of the Companies and Other Business Entities Act (Chapter 24:31), the Zimbabwe Stock Exchange rules and the relevant Statutory Instruments.

11. Basis of preparation

The financial results have been prepared based on statutory records which are maintained on a historical cost basis except for certain biological assets and financial instruments that are measured at fair value, and have been adjusted to comply with IAS 34; these adjustments include restatements of financial information to reflect the effects of the application of International Accounting Standard (IAS) 29 "Financial Reporting in Hyperinflationary Economies" as more fully described on Note 12 below

12. Hyperinflation

On 11 October 2019, the Public Accountants and Auditors Board (PAAB) announced that the requisite economic factors and characteristics necessary for the application of IAS 29 in Zimbabwe had been met. This pronouncement applies to reporting for financial periods ending on or after 1 July 2019

Historical cost basis have been restated to comply with IAS 29 which requires that financial results be prepared and presented in terms of the measuring unit current at the reporting date, with comparative information being restated in the same manner. The restatements to cater for the changes in the General Purchasing Power of the Zimbabwean Dollar (ZWL) are based on indices and conversion factors derived from the Consumer Price Index (CPI) compiled by the Zimbabwe National Statistics Agency

Judgement has been used in some of the assumptions including CPIs for some previous years due to limitation of available data.

Key CPIs and conversion factors used are shown below

Month	CPI	Conversion Factor
March 2021	2,759.83	1.00
Average CPI (October 2019 to March 2021)	1,580.24	2.67
September 2020	2,205.24	1.25
March 2020	810.40	3.41

13. Accounting policies

The Group has adopted all the new and revised accounting pronouncements applicable for the period ending 31 March 2021 as issued by the International Accounting Standards Board (IASB). The accounting policies adopted in the preparation of the consolidated financial statements as at 30 September 2020 have been consistently applied in these Group financial results. This interim financial report is to be read in conjunction with the 30 September 2020 annual report.

14. Going concern

In the prior period, COVID-19 was declared a global pandemic. The Directors of the Group have continued to review the financial impact of the effects of COVID-19 and the related national and global lockdown orders on the business. They have also performed an overall assessment of the ability of the Group to continue operating as a going concern by reviewing the prospects of the Group. These assessments considered the Group's financial performance for the period ended 31 March 2021, the financial position as at 31 March 2021 and the current and medium term forecasts for the Group taking into account the economic environment in Zimbabwe, the global impact of the pandemic and the expected impact on prices and demand for the Group's products. The directors believe that the Group's plans and activities adequately mitigate the risks. Based on this background, the Directors have every reason to believe that the Group has adequate resources to continue in operation for the foreseeable future. Accordingly, these financial results were prepared on a going concern basis

15. Review Conclusion

The accompanying condensed consolidated interim financial statements of Ariston Holdings Limited for the six months to 31 March 2021 have been reviewed by PricewaterhouseCoopers Chartered Accountants (Zimbabwe) who have issued an unmodified review conclusion thereon. The review conclusion has been made available to management and those charged with governance of Ariston Holdings Limited. The engagement partner responsible for this review is Ms. Esther Antonio. The report on the review of interim financial information and the condensed consolidated interim financial statements of Ariston Holdings Limited are available for inspection at the registered offices of Ariston Holdings Limited.

16. Events after reporting date

On 3 June 2021, Ariston Holdings Limited issued a Cautionary Statement in which shareholders and the investing public were advised that the company was negotiating a transaction, which if successfully concluded, would have a material impact on the company's share price. Accordingly, it was advised that caution should be exercised in dealing with the company's shares until the outcome of the negotiations were finalised and a further announcement was made



INDEPENDENT AUDITOR'S REVIEW REPORT ON INTERIM FINANCIAL STATEMENTS

To the Shareholders of Ariston Holdings Limited

We have reviewed the condensed consolidated interim financial statements of Ariston Holdings Limited] in the accompanying interim report, which comprise the condensed consolidated statement of financial position as at 31 March 2021 and the related condensed consolidated statements of profit or loss and other comprehensive income, changes in shareholders equity and cash flows for the six-months then ended, and selected explanatory notes.

Directors' Responsibility for the Interim Financial Statements

The directors are responsible for the preparation and presentation of these interim financial statements in accordance with International Accounting Standard ("IAS"") 34, *Interim Financial Reporting*, and in the manner required by the Zimbabwe Companies and other Business Entities Act Chapter 24:31., and for such internal control as the directors determine is necessary to enable the preparation of interim financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express a conclusion on these interim financial statements. We conducted our review in accordance with International Standard on Review Engagements ("ISRE") 2410, *Review of Interim Financial Information Performed by the Independent Auditor of the Entity ("ISRE 2410")*. ISRE 2410 requires us to conclude whether anything has come to our attention that causes us to believe that the interim financial statements are not prepared in all material respects in accordance with the applicable financial reporting framework. This standard also requires us to comply with relevant ethical requirements.

A review of interim financial statements in accordance with ISRE 2410 is a limited assurance engagement. We perform procedures, primarily consisting of making inquiries of management and others within the entity, as appropriate, and applying analytical procedures, and evaluate the evidence obtained.

The procedures in a review are substantially less than and differ in nature from those performed in an audit conducted in accordance with International Standards on Auditing. Accordingly, we do not express an audit opinion on these interim financial statements.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed consolidated interim financial statements of Ariston Holdings Limited for the six months ended 31 March 2021 are not prepared, in all material respects, in accordance with the International Financial Reporting Standard, (IAS) 34 *Interim Financial Reporting*, and in the manner required by the Zimbabwe Companies and other Business Entities Act Chapter 24:31.

Esther Antonio Registered Public Auditor

Partner for and on behalf of PricewaterhouseCoopers Chartered Accountants (Zimbabwe) Public Accountants and Auditors Board, Public Auditor Registration Number 0661 Institute of Chartered Accountants of Zimbabwe, Public Practice Certificate Number 255940 Harare Zimbabwe

9 June 2021

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