



REPORT ON REVIEW OF THE ABRIDGED INTERIM FINANCIAL INFORMATION

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To the members of GB Holdings Limited

We have reviewed the accompanying abridged interim inflation adjusted statement of financial position of GB Holdings Limited as at 30 June 2023 and the related abridged interim inflation adjusted statement of profit or loss and other comprehensive income, inflation adjusted statement of changes in equity, inflation adjusted statement of cash flows for the six-month period then ended, and a summary of significant accounting policies and other explanatory notes.

Responsibilities of Management and Those Charged with Governance for the abridged interim financial information

Management is responsible for the preparation and fair presentation of this abridged interim financial information in accordance with International Accounting Standard (IAS) 34 “Interim Financial Reporting” and the Company’s accounting policies. This includes the design, implementation and maintenance of internal controls relevant to the preparation and fair presentation of interim abridged financial information that is free of material misstatement whether due to fraud or error.

Our responsibility is to express a conclusion on this interim abridged financial information based on our review.

Scope of Review

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." A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Basis for Qualified Conclusion

Non-compliance with International Accounting Standard (IAS) 2 - Inventories

During the six-month month period ended 30 June 2023, the General Beltings division did not include costs of conversion, fixed and variable production overheads that are incurred in converting raw materials into finished goods. The division only included the cost of purchase of raw materials in the valuation of finished goods, this accounting treatment constitutes a departure from the requirements of IAS 2 paragraph 10, in that the cost of inventories did not include costs of conversion and other costs incurred in bringing the inventories to their present location and condition.

The effects of the non-compliance with the requirements of IAS 2 have been considered to be material but not pervasive to the financial information.

Qualified Conclusion

Based on our review, with the exception of the matter described in the preceding paragraph, nothing has come to our attention that causes us to believe that the accompanying abridged interim financial information does not present fairly, in all material respects the financial position of GB Holdings Limited as at 30 June 2023, and of its financial performance and its cash flows for the six month period then ended in accordance with International Financial Reporting Standards (IFRS).

The engagement partner on the review engagement resulting in this independent review conclusion is Trevor Mungwazi.

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Trevor Mungwazi

Partner

Registered Public Auditor (PAAB No: 0622)

Grant Thornton

Chartered Accountants (Zimbabwe)

Registered Public Auditors

27 September 2023

HARARE