90 Years OF MAKING LIFE SWEETER

starafricacorporation limited

UNREVIEWED INTERIM ABRIDGED FINANCIAL RESULTS – USD

For The Six Months Ended 30 September 2025

> "The investment in Tongaat Hulett Botswana made a notable contribution to profitability, with our share of profit totaling USD 427,625 for the period as compared to USD 168 747 achieved prior period."

Chairman's Statement

OVERVIEW

On behalf of the Board, I present the consolidated financial results of Star Africa Corporation Limited for the six-month period ending 30 September 2025.

The reporting period was characterised by a continuation of the challenging macroeconomic conditions seen in the previous financial year. The Central Bank's sustained tight monetary policy successfully stabilised the local currency and moderated inflation. However, these measures also constrained liquidity, leading to suppressed consumer demand. This impact was partially offset by robust economic activity within the mining sector and a favourable agricultural season.

Our business-to-business ("B2B") segment, the Group's primary revenue driver, faced ongoing volume pressure. While the beverages sector saw growth, their demand for sugar declined, as manufacturers pivoted towards non-nutritive sweeteners to mitigate the impact of the Sugar Tax. We continue to engage Government on the tax to be reviewed.

To counter these headwinds, the Company has focused on aggressive cost containment and operational restructuring. Our ongoing plant refurbishment and automation program, scheduled for completion in FY 2027, has already begun to yield lower conversion costs and enhanced control over production and operating costs.

GROUP RESULTS

The Group changed its functional currency from Zimbabwe Dollars to United States Dollars as at 31 March 2025. Comparatives were converted to United States Dollars in line with International Financial Reporting Standards.

Consolidated turnover for the period decreased 25% from USD36.2 million to USD27.3 million, primarily due to a reduction in sales volumes of 26% at Goldstar Sugars. Industrial customers' uptake was lower, as they adjusted their usage to contain the impact of Sugar Tax. Operating loss reduced from USD272,666 to USD252,337 on the back of productivity improvements, cost rationalisation exercise savings, better working capital management and reduced exchange losses owing to a stable exchange rate. The loss after tax for the period was USD189,105, compared to loss after tax of USD457,842 last year.

OPERATIONS

Goldstar Sugars ("GSS")

Sales volumes for the sugar refining operation were 27,208 tonnes, being 26% below prior year comparative of 36,625 tonnes. Production, which was demand driven, was 28,686 tonnes compared to 36,818 tonnes in prior year. B2B demand was weaker, largely affected by key customers lowering their sugar usage to contain the impact of the Sugar Tax by using non-nutritive sweeteners.

GSS lowered prices at the beginning of the financial period to establish a sustainable competitive position against imports. Imports progressively slowed down during the period in response to the price reduction.

GSS had access to raw sugar and adequate working capital to meet market demand. The plant is running well and has undergone improvements that have enabled it to achieve efficiencies even at low throughput. Management anticipates completing the plant refurbishment and automation program in FY 2027.

The business maintained its international quality certifications from The Coca-Cola Company and FSSC 22000 standards, reinforcing its reputation as a trusted supplier.

Country Choice Foods ("CCF")

Specialties volumes increased 47%, from 663 tonnes in the comparative period, to 976 tonnes. CCF has a higher business-to-customer ("B2C") exposure that enabled it to achieve growth through improved distribution and a responsive pricing model. Whereas focus was on optimising the current product portfolio, it has now shifted to realising growth through diversification. The division aims to increase its offering to the market targeting import substitution.

Properties and Investments

Rental income grew by 10% to USD166,612 compared to USD150,019 in the prior period on the back of rental adjustments and tenant retention. Management is looking to optimise the portfolio through disposing of non-performing properties and refurbishing those with potential.

The Groups' share of profit from associate increased 64% to USD427,625. This was on the back of higher turnover and better containment of operating costs.

DIVIDEND

The Board resolved not to declare a dividend.

OUTLOOK

We anticipate a stable operating environment, as supported by a tight monetary policy and fiscal discipline. A positive agricultural outlook and strong mineral prices are expected to act as anchors for a recovery in consumer demand.

Nonetheless, the lack of progress in addressing key value chain issues on the Sugar Tax and VAT classification continue to negatively impact margins. The Group will continue to engage Government through the Zimbabwe Sugar Association on these important policy matters, as they have an impact on the Zimbabwe Sugarcane Industry Development Strategy to double output in the next 10 years.

CONCLUSION

I wish to express my gratitude to our stakeholders, my fellow Board members, and our dedicated management and staff for their resilience and continued contribution to the Group.

R. J. Mbire (PhD)
Chairman
23 December 2025

Interim Abridged Consolidated Statement of Profit or Loss and other Comprehensive Income

for the six months ended 30 September 2025

	Notes	UNREVIEWED 30-Sep-25 USD	*30-Sep-24 USD
Revenue from contracts with customers		27 125 540	36 091 994
Rental income		165 612	150 019
Total revenue		**27 291 152**	**36 242 013**
Cost of sales		(22 239 283)	(29 297 128)
Gross profit		**5 051 869**	**6 944 885**
Other income		163 187	185 987
Fair value (loss)/gain on investment property		(1 746 029)	3 155 896
Selling and distribution expenses		(577 538)	(475 862)
Administrative expenses		(3 810 539)	(4 364 187)
Allowance for expected credit loss		(174 743)	(357 992)
Exchange gains/(losses)		841 456	(5 361 393
Operating loss		**(252 337)**	**(272 666)**
Finance costs		(224 791)	(153 132)
Finance income		120	-
Share of profit of an associate		427 625	168 747
Loss before income tax		**(49 383)**	**(257 051)**
Income tax expense	3	(139 722)	(200 791)
Loss for the period		**(189 105)**	**(457 842)**
Other comprehensive income			
tems that may be subsequently reclassified to profit or loss:			
Exchange differences on translating foreign operations		(85 768)	1 861 640
Effects of change in functional currency		(3 225 427)	-
Net other comprehensive income to be reclassified to profit or loss in subsequent periods:		**(3 311 195)**	**1 861 640**
Items that may not be subsequently reclassified to profit or loss:			
Revaluation		(1 474 350)	8 859 517
Income tax relating to components of other comprehensive income		166 339	(2 337 220)
Net other comprehensive income not to be reclassified to profit or loss in subsequent periods:		**(1 308 011)**	**6 522 297**
Total other comprehensive (loss)/income		**(4 619 206)**	**8 383 937**
Total comprehensive (loss)/income for the period		**(4 808 311)**	**7 926 095**
(Loss)/profit attributable to			
Non-controlling interests		(143 897)	455 552
Equity holders of the parent		(45 208)	(913 394)
		(189 105)	**(457 842)**
Total comprehensive (loss)/income attributable to:			
Non-controlling interests		(143 897)	455 552
Equity holders of the parent		(4 664 414)	7 470 543
		(4 808 311)	**7 926 095**
Earnings per share			
Basic (loss)/earnings per ordinary share (cents)	4.1	(0.001)	(0.019)
Diluted (loss)/earnings per ordinary share (cents)	4.2	(0.001)	(0.019)
Headline earnings per ordinary share (cents)	4.3	0.017	0.020

* *Prior year comparatives were previously reported in ZWG under the historical cost convention. These were restated in accordance with IAS29 and translated to USD at the official exchange rate.*

Directors: R.J. Mbire (PhD) (Chairman), M. Sibanda (PhD) (Chief Executive Officer), M.E. Chiremba, O.Kava, C. Matorera, *D. Mawoyera, S.N. Njerere, G.T. Nyamayi, *Executive Director

starafricacorporation limited

UNREVIEWED INTERIM ABRIDGED FINANCIAL RESULTS – USD

For The Six Months Ended 30 September 2025

Interim Abridged Consolidated Statement of Financial Position

as at 30 September 2025

	Notes	UNREVIEWED 30-Sep-25 USD	*31-Mar-25 USD
ASSETS			
Non-current assets			
Property, plant and equipment	5	12 449 919	14 116 596
Investment property	6	6 028 000	7 774 029
Investment in an associate	7	2 246 328	1 904 471
		20 724 247	**23 795 096**
Current assets			
Inventories		1 872 661	4 533 115
Trade and other receivables		5 734 544	2 938 634
Prepayments and deposits		530 130	324 140
Cash and bank balances		696 442	131 019
		8 833 777	**7 926 908**
Total assets		**29 558 024**	**31 722 004**
EQUITY AND LIABILITIES			
Equity attributable to equity holders of the parent			
Share capital		54 549	54 549
Share premium		6 552 446	6 552 446
Other reserves		517 417	3 828 612
Revaluation reserve		5 718 413	7 026 424
Accumulated losses		(2 652 739)	(2 607 531)
		10 190 086	**14 854 500**
Non-controlling interest		521 545	665 442
Total equity		**10 711 631**	**15 519 942**
Non-current liabilities			
Loans and borrowings		150 000	-
Deferred tax liability		2 485 218	2 538 199
		2 635 218	**2 538 199**
Current liabilities			
Payables and provisions		13 658 665	10 817 929
Short-term borrowings		466 966	11
Bank overdraft		2 043 380	2 741 580
Income tax payable		42 164	104 343
Total current liabilities		**16 211 175**	**13 663 863**
Total liabilities		**18 846 393**	**16 202 062**
Total equity and liabilities		**29 558 024**	**31 722 004**

* *Prior year comparatives were previously reported in ZWG under the historical cost convention. These were restated in accordance with IAS29 and translated to USD at the official exchange rate.*

R. J. Mbire (PhD)
Chairman

M. Sibanda (PhD)
Chief Executive Officer

Interim Abridged Consolidated Statement of Cash Flows

for the six months ended 30 September 2025

	Notes	UNREVIEWED 30-Sep-25 USD	*30-Sep-24 USD
Cash flows from operating activities			
Cash generated from/(utilised in) operations		1 002 175	(170 183)
Finance cost paid		(224 791)	(153 132)
Taxation paid		(88 543)	(517 612)
Net cash flows from / (utilised in) operating activities		**688 841**	**(840 927)**
Cash flows from investing activities			
Acquisition of property, plant and equipment	5	(46 752)	(19 578)
Proceeds on disposal of property, plant and equipment		16 700	-
Finance income received		120	-
Dividends received from associate		-	175 337
Net cash flows (used in) / generated from investing activities		**(29 932)**	**155 759**
Financing activities			
Loan repayment		(345 286)	-
New loans received		950 000	-
Net cash flows generated from financing activities		604 714	-
Increase/(decrease) in cash and cash equivalents		**1 263 623**	**(685 168)**
Cash and cash equivalents at the beginning of the period		(2 610 561)	(1 143 735)
Net exchange differences		-	1 705
Cash and cash equivalents at the end of the period		**(1 346 938)**	**(1 827 198)**
Cash and cash equivalents comprise of :			
Cash and bank balances		696 442	361 797
Bank overdraft		(2 043 380)	(2 188 995)
		(1 346 938)	**(1 827 198)**

* *Prior year comparatives were previously reported in ZWG under the historical cost convention. These were restated in accordance with IAS29 and translated to USD at the official exchange rate.*

Interim Abridged Consolidated Statement of Changes in Equity

for the six months ended 30 September 2025

	Share capital USD	Share premium USD	Other reserves USD	Revaluation reserve USD	Accumulated loss USD	Attributable to equity holders of the parent company USD	Non-controlling interest USD	Total equity USD
		ATTRIBUTABLE TO EQUITY HOLDERS OF THE PARENT						
Balance as at 1 April 2024*	**54 549**	**6 552 446**	**2 704 774**	**2 977 507**	**2 507 436**	**14 796 712**	**385 421**	**15 182 133**
Total comprehensive income for the year:								
Loss for the year	-	-	-	-	(5 114 967)	(5 114 967)	280 021	(4 834 946)
Other comprehensive income	-	-	1 123 838	4 048 917	-	5 172 755	-	5 172 755
Balance as at 1 April 2025*	**54 549**	**6 552 446**	**3 828 612**	**7 026 424**	**(2 607 531)**	**14 854 500**	**665 442**	**15 519 942**
UNREVIEWED								
Total comprehensive income for period:								
Loss for the period	-	-	-	-	(45 208)	(45 208)	(143 897)	(189 105)
Other comprehensive income	-	-	-	(1 308 011)	-	(1 308 011)	-	(1 308 011)
Translation of foreign operations	-	-	(85 768)	-	-	(85 768)	-	(85 768)
Effects of change in functional currency	-	-	(3 225 427)	-	-	(3 225 427)	-	(3 225 427)
Balance as at 30 September 2025	**54 549**	**6 552 446**	**517 417**	**5 718 413**	**(2 652 739)**	**10 190 086**	**521 545**	**10 711 631**

* *Prior year comparatives were previously reported in ZWG under the historical cost convention. These were restated in accordance with IAS29 and translated to USD at the official exchange rate.*

Notes to the Interim Abridged Consolidated Financial Statements

for the six months ended 30 September 2025

1 CORPORATE INFORMATION

The interim abridged consolidated financial statements of Star Africa Corporation Limited (the "Company") and its subsidiaries (together the "Group") for the six months ended 30 September 2025 were authorised for issue in accordance with a resolution of the directors on 23 December 2025. Starafrica Corporation Limited is a limited liability company incorporated and domiciled in Zimbabwe whose shares are publicly traded on the Zimbabwe Stock Exchange.

2 BASIS OF PREPARATION

2.1 Statement of compliance

The interim abridged consolidated financial statements for the six months ended 30 September 2025 have been prepared in accordance with International Financial Reporting Standards (IFRS) as issued by the International Accounting Standards Board (IASB), and and in the manner required by the Zimbabwe Companies and Other Business Entities Act (Chapter 24:31). These financial statements are based on the statutory records that are maintained under the historical cost convention except for land and buildings and investment property that have been measured at fair value.

2 BASIS OF PREPARATION (Cont'd)

2.1 Statement of compliance (Cont'd)

The interim abridged consolidated financial statements are presented in United States Dollar, which is the Group's functional currency.

2.2 Functional and presentation currency

The interim abridged consolidated financial statements are presented in USD following the change in functional and presentation currency by the Group from 1 April 2025. Comparative financial statements for the six months ended 30 September 2024 and as at 31 March 2025, were initially prepared in ZWG under the inflation-adjusted accounting basis in line with the provisions of IAS 29 and thereafter converted to USD using the spot rate as at 31 March 2025 respectively.

UNREVIEWED INTERIM ABRIDGED FINANCIAL RESULTS – USD

For The Six Months Ended 30 September 2025

Notes to the Interim Abridged Consolidated Financial Statements

for the six months ended 30 September 2025

2 BASIS OF PREPARATION (Cont'd)

2.2 Functional and presentation currency (Cont'd)

Following the Company's change in functional currency on 1 April 2025, the interim abridged consolidated financial statements have since been prepared based on the statutory records that are maintained under the USD historical cost basis. According to IAS 21, entities operating in hyperinflationary economies must translate their previously reported inflation-adjusted financial statements using the exchange rate at the last reporting date when changing their presentation currency.

In June 2022, the Government of Zimbabwe issued SI 118A of 2022, which formalised the use of multi-currency until 31 December 2025. This framework was later extended to 31 December 2030 through SI 218 of 2023, providing greater certainty to businesses regarding the continued use of multiple currencies. As a result, the Group experienced a steady increase in foreign currency utilisation across its operations, prompting management to reassess its functional currency in accordance with IAS 21 "The Effects of Changes in Foreign Exchange Rates."

In determining the appropriate functional currency, the Company evaluated a range of primary and secondary indicators, including:

- the currency that predominantly influences sales prices and in which these sales are denominated and settled;
- the currency that primarily drives labour, material and other operating costs;
- the currency in which financing activities are conducted;
- the currency in which operating cash receipts are typically retained; and
- the currency of the economic environment whose competitive forces and regulations shape pricing.

Based on this assessment, the Directors concluded that the Group's functional currency had changed and that it was appropriate to present the financial statements in USD, effective 1 April 2025. Following the change in functional currency, the Group's comparative interim abridged consolidated financial statements, previously reported in Zimbabwe Gold under IAS 29, were restated and presented in USD using the following translation methodologies:

- Opening USD balances as at 1 April 2025 and comparative Statement of Financial Position were derived by converting closing hyperinflated ZWG balances as at 31 March 2025 using the exchange rate of USD1: ZWG 26.7654.
- Comparative USD information for the Statement of Profit or Loss and Other Comprehensive Income, and Statement of Cash Flows was derived from converting closing ZWG hyperinflation balances at 30 September 2024, and the related hyperinflation adjusted transactions to 31 March 2025, using the rate of USD1: ZWG 26.7654.

	UNREVIEWED 30-Sep-25 USD	*30-Sep-24 USD
3 INCOME TAX		
Current income tax charge	26 364	669 234
Tax on foreign dividends	-	35 244
Capital gains tax	-	3 384
Deferred tax (credit)/charge	113 358	(507 071)
	139 722	**200 791**
4 EARNINGS/(LOSS) PER SHARE		
4.1 Basic earnings per share		
Loss attributable to equity holders of the parent	(45 208)	(913 394)
Weighted average number of ordinary shares in issue	4 808 662 335	4 808 662 335
Basic earnings per share (cents)	(0.001)	(0.019)
4.2 Diluted earnings per share		
Loss attributable to equity holders of the parent	(45 208)	(913 394)
Weighted average number of ordinary shares adjusted for the effect of dilution	4 808 662 335	4 808 662 335
Diluted earnings per share (cents)	(0.001)	(0.019)
4.3 Headline earnings per share		
Headline earnings	822 620	944 151
Weighted average number of ordinary shares in issue	4 808 662 335	4 808 662 335
Headline earnings per share (cents)	0.017	0.020
Reconciliation of earnings used in calculating headline earnings per share		
Loss for the year	(189 107)	(457 842)
Adjusted for:		
Fair value (loss)/gain on investment properties	1 746 029	(3 155 896)
Loss from sale of property, plant and equipment	17 188	-
Exchange gain	(841 456)	5 361 393
Adjusted earnings	**732 656**	**1 747 655**
Total income tax effect on adjustments	89 964	(803 504)
Profit for the period	**822 620**	**944 151**

** Prior year comparatives were previously reported in ZWG under the historical cost convention. These were restated in accordance with IAS29 and translated to USD at the official exchange rate.*

5 PROPERTY, PLANT AND EQUIPMENT

	Land and buildings USD	Plant and machinery USD	Motor vehicles USD	Furniture and equipment USD	Work in progress USD	Total USD
Year ended 31 March 2025*						
Opening net book amount	5 269 162	2 483 730	174 926	94 982	966 118	8 988 918
Disposals	-	-	(20 494)	(64)	-	(20 558)
Additions	-	36 567	-	12 188	422 880	471 635
Revaluation	3 401 384	1 373 395	146 631	51 406	-	4 972 816
Depreciation charge	(105 383)	(124 186)	(34 985)	(31 661)	-	(296 215)
Net book amount	**8 565 163**	**3 769 506**	**266 078**	**126 851**	**1 388 998**	**14 116 596**
As at 31 March 2025						
Cost or revalued amount	8 565 163	3 769 506	266 078	126 851	1 388 998	14 116 596
Accumulated depreciation	-	-	-	-	-	-
Net book amount	**8 565 163**	**3 769 506**	**266 078**	**126 851**	**1 388 998**	**14 116 596**

Notes to the Interim Abridged Consolidated Financial Statements

for the six months ended 30 September 2025

5 PROPERTY, PLANT AND EQUIPMENT (Cont'd)

	Land and buildings USD	Plant and machinery USD	Motor vehicles USD	Furniture and equipment USD	Work in progress USD	Total USD
Six months ended 30 September 2025						
UNREVIEWED						
Opening net book amount	8 565 163	3 769 506	266 078	126 851	1 388 998	14 116 596
Additions	-	-	-	-	46 752	46 752
Disposals	-	-	(36 768)	-	-	(36 768)
Revaluation	(1 474 350)	-	-	-	-	(1 474 350)
Depreciation charge	(80 813)	(93 591)	(22 749)	(5 158)	-	(202 311)
Net book amount	**7 010 000**	**3 675 915**	**206 561**	**121 693**	**1 435 750**	**12 449 919**
As at 30 September 2025						
Cost or revalued amount	7 010 000	3 769 506	229 310	126 851	1 435 750	12 571 417
Accumulated depreciation	-	(93 591)	(22 749)	(5 158)	-	(121 498)
Net book amount	**7 010 000**	**3 675 915**	**206 561**	**121 693**	**1 435 750**	**12 449 919**

** Prior year comparatives were previously reported in ZWG under the historical cost convention. These were restated in accordance with IAS29 and translated to USD at the official exchange rate.*

	UNREVIEWED 30-Sep-25 USD	*31-Mar-25 USD
5.1 Fair value hierarchy		
Fair value measurement using significant unobservable inputs (Level 3)		
Commercial buildings	6 680 000	8 133 636
Commercial land	330 000	431 527
Total	**7 010 000**	**8 565 163**
Reconciliation of fair value:		
Opening balance	8 565 163	5 269 162
Remeasurement recognised in profit or loss	(80 813)	(105 383)
Remeasurement recognised in other comprehensive income	(1 474 350)	3 401 384
Additions	-	-
Closing balance	**7 010 000**	**8 565 163**
6 INVESTMENT PROPERTY		
Balance at 1 April	7 774 029	4 571 932
Additions	-	46 201
Fair value adjustment	(1 746 029)	3 155 896
Balance at 31 March	**6 028 000**	**7 774 029**

Investment properties were valued by Integrated Properties, an accredited independent valuer. A valuation model in accordance with that recommended by the International Valuations Standards Committee has been applied.

The following table shows an analysis of the fair values of investment property recognised in the statement of financial position by level of the fair value hierarchy;

Fair value measurement using significant unobservable inputs (Level 3)

	30-Sep-25 USD	*31-Mar-25 USD
Commercial	5 825 000	7 512 497
Residential	203 000	261 532
Total	**6 028 000**	**7 774 029**

7 INVESTMENT IN AN ASSOCIATE

	30-Sep-25 USD	*31-Mar-25 USD
Opening balance	1 904 471	1 001 027
Share of profits	427 625	337 494
Dividends received	-	(175 337)
Effects of changes in exchange rates	(85 768)	741 287
Closing balance	**2 246 328**	**1 904 471**

8 INTEREST BEARING BORROWINGS

	30-Sep-25 USD	31-Mar-25 USD
Long term bank loans	150 000	-
Short term bank loans	466 966	11
Bank overdraft facilities	2 043 380	2 741 580
Total	**2 510 346**	**2 741 591**

All borrowings are denominated in USD. The above interest bearing borrowings gave rise to interest costs of USD227 791 (USD153 132: 2024). Long-term and short-term loans have tenors ranging from 6 - 36 months and bear interest at an average weighted cost of 13%. Bank overdrafts are renewable annually and have a maximum tenor of 12 months. The loans and overdrafts are secured against immovable properties with a market value of USD4 million

9 GOING CONCERN

The Directors and management continuously monitor and evaluate the operating environment to re-assess and appropriately adapt strategies to ensure the continued operation of the Group into the foreseeable future. In light of the Group's current financial position, the Directors are satisfied that the Group has access to adequate resources to continue in operational existence for the foreseeable future.