



The African Seed Company

ZWNG

SEED CO LIMITED

**UNAUDITED ABRIDGED SPECIAL PURPOSE
FINANCIAL STATEMENTS**

FOR THE HALF YEAR ENDED 30 SEPTEMBER 2025

SEED CO
85
Years
KEEP GROWING

THE HOME OF BUMPER HARVESTS





LIMITED

ABRIDGED FINANCIAL STATEMENTS

Issued in terms of practice Note 13 of the Zimbabwe Stock Exchange (ZSE)

FOR THE HALF YEAR ENDED 30 SEPTEMBER 2025

ABRIDGED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	Unaudited 30 Sept 2025	Unaudited 30 Sept 2024
	ZWG'M	ZWG'M
Revenue	307	503
Cost of sales	(225)	(252)
Gross profit	82	251
Other income	44	109
Operating expenses	(265)	(264)
Operating (loss)/profit	(139)	96
Net finance costs	(55)	(39)
Share of loss from associates & JV	(5)	(8)
(Loss)/Profit before tax	(199)	49
Income tax expense	47	(17)
(Loss)/Profit before tax	(152)	32
BEPS - cents	(60)	13
DEPS - cents	(56)	12
HEPS - cents	(59)	13

ABRIDGED STATEMENT OF FINANCIAL POSITION

	Unaudited 30 Sept 2025	Audited 31 March 2025
	ZWG'M	ZWG'M
Assets	4,295	4,570
Property, plant & equipment (PPE)	1,194	1,194
Investments in associates & JV	797	847
Other financial assets	12	3
Inventories	713	683
Trade & other receivables	1,560	1,836
Cash and cash equivalents	19	8
Equity and liabilities	4,295	4,570
Shareholders' equity	3,212	3,448
Loans and borrowings	641	647
Deferred tax liability	201	203
Payables and provisions	241	272

ABRIDGED STATEMENT OF OTHER COMPREHENSIVE INCOME

	Unaudited 30 Sept 2025	Unaudited 30 Sept 2024
	ZWG'M	ZWG'M
(Loss)/Profit before tax	(152)	32
Exchange differences	(24)	(46)
Total comprehensive income	(176)	(14)

ABRIDGED STATEMENT OF CHANGES IN EQUITY

	Unaudited 30 Sept 2025	Audited 31 March 2025
	ZWG'M	ZWG'M
Opening shareholders' equity	3,448	2,769
Comprehensive income	(176)	673
Share-based payments	-	6
Dividend paid	(60)	-
Closing shareholders' equity	3,212	3,448

ABRIDGED STATEMENT OF CASH FLOWS

	Unaudited 30 Sept 2025	Unaudited 30 Sept 2024
	ZWG'M	ZWG'M
Profit before tax	(199)	49
Reconciling items to net cash flows	84	92
Working capital changes	255	(124)
Tax paid	(46)	(79)
Operating cash flows	94	(62)
PPE disposal proceeds	2	-
Purchase of PPE	(34)	(52)
Non-current financial assets changes	49	(7)
Dividend received	21	-
Interest received	0.5	-
Investing cash flows	38	(59)
Net proceeds from borrowings	(5)	207
Interest paid	(56)	(39)
Dividend Paid	(60)	-
Financing cash flows	(121)	168
Net cash flows during the year	11	47
Effects of exchange rate movements	-	31
Opening cash and cash equivalents	8	8
Closing cash and cash equivalents	19	85

85th Anniversary, Together we grow & together we thrive!



DIRECTORS

P Gowero (Chairman), M Nzwere (Group CEO)*, T Chatiza (Group CFO)*, A Carvalho, R C D Chitengu (Mrs), Dr D Garwe (Mrs), M P Karombo, K Mafukidze, N C Bennett. *Executive



LIMITED

ABRIDGED FINANCIAL STATEMENTS

Issued in terms of practice Note 13 of the Zimbabwe Stock Exchange (ZSE)

FOR THE HALF YEAR ENDED 30 SEPTEMBER 2025

SUPPLEMENTARY INFORMATION

Issued in terms of Practice Note 13 of the Zimbabwe Stock Exchange

This abridged financial results notification has been prepared and authorized by the Board of Directors. It provides a condensed overview of the full announcement and does not contain comprehensive details. All investment decisions by shareholders and investors should be made after careful consideration of the complete financial results publication. A copy of the full announcement is available on the Zimbabwe Stock Exchange website at www.zse.co.zw as well as on the Company's website at www.seedcogroup.com for further reference and analysis.

1. Corporate information

Seed Co Limited is a company which is incorporated and domiciled in Zimbabwe and is listed on the Zimbabwe Stock Exchange (ZSE). The Company is involved in the breeding, multiplication and distribution of hybrid seeds.

2. Statement of Compliance

The abridged special purpose financial statements have been prepared in accordance with the accounting policies detailed in Note 3, with the objective of complying with the financial reporting requirements of the Securities and Exchange Commission of Zimbabwe Notice SECZ070325.

These unaudited abridged financial statements have been prepared under the supervision of Mr. Sakurai Mbanda CA(Z), Executive Finance Director registered Public Accountant PAAB Number 0405.

3. Basis of Preparation

The abridged ZWG financial statements have been prepared as special purpose in line with Regulatory Note SECZ070325 issued by the Securities and Exchange Commission of Zimbabwe. They have been prepared on a going concern basis. These financial statements are based on the statutory records that are maintained under the historical cost and are a direct translation of the USD abridged company financial statements. The USD financial statements comply with the requirements of IFRS® Accounting Standards as issued by the International Accounting Standards Board (IFRS Accounting Standards). The exchange rate used to convert is the spot rate at 30 September 2025 of US\$1 : ZWG26.57.

The Company's functional currency is the United States Dollar (US\$). The company special purpose financial statements are presented in Zimbabwe Gold (ZWG), the designated presentation currency for all entities, as mandated by Securities and Exchange Commission of Zimbabwe Notice SECZ070325.

	30 September 2025 ZWG'M	30 September 2024 ZWG'M
4. Capital expenditure (CAPEX)	34	52
5. Depreciation on property, plant and equipment	31	31

6. Contingent Liabilities

There were no contingent liabilities for the period under review.

7. Loans & Borrowings

The average cost for long-term borrowings was 11%, including the Proparco loan secured by a Seed Co International guarantee. The average cost of short-term US\$ borrowings was 13% and ZWG borrowings were 42%. All short-term borrowings in this context were unsecured.

8. Dividend

No interim dividend was declared in line with the company's dividend policy that is aligned to the seasonal nature of the business.

9. Approval of financial statements

These abridged financial statements were approved by the board on 21 November 2025.

By Order of the Board,

P. Gowero (Chairman)

M. Nzwere (CEO)

COMMENTARY

Overview

The first half of FY2026 reflected a period of strategic adjustment and disciplined execution across the business. While trading activity was lower than the prior year, the operating environment continued to stabilise, underpinned by improved price stability, moderated inflation, and strengthening market confidence. The Company maintained a firm focus on aligning operations with emerging market dynamics, preserving value through cost control, and advancing its innovation and product development agenda.

Financial Performance

Revenue for the half year was ZWG307 million, reflecting a 39% year-on-year decline, primarily due to:

- timing differences in the agricultural cycle;
- reduced exports as regional supplies recovered this year; and
- a smaller winter wheat season.

Despite reduced volumes, the Company's underlying cost discipline remained strong, with operating expenses largely consistent with the prior year, demonstrating management's continued emphasis on operational efficiency in a fully dollarised cost base.

Gross margins were resilient relative to the market context, while cash flow generation turned positive because of tighter working capital management and a deliberate focus on collections and inventory optimisation. Finance costs increased in line with the Company's use of short-term facilities to bridge delayed receipts from debtors.

In the absence of currency distortions and reduced volume performance the business posted an interim loss of ZWG152 million compared to a profit of ZWG32 million prior year same period. This reflects normalisation of the seasonality of the business, characterised by wheat and barley sales mainly and cost accumulation in the first half, under stable USD functional currency reporting.

The business maintained a sound balance sheet, with shareholders' equity of ZWG3,212 million anchored significantly by property, plant and equipment as well as inventory and debtors.

Research and Development

Seed Co's long-standing investment in research remains the foundation of its competitiveness and resilience. During the review period, the Company broadened its maize seed portfolio with the introduction of medium-maturity hybrids SC661 and SC657, both developed for stable performance across variable rainfall zones. The new high-yielding white flour-colour wheat variety, SC W9104, further diversifies the product offering and enhances value to growers. These innovations reinforce Seed Co's role in advancing climate-smart agriculture and delivering varieties that improve productivity and food security.

Outlook

The business expects the second half of the financial year to benefit from improved planting momentum as farmers prepare for the 2025/26 summer season. While overall annual performance will reflect the lower first-half base, the Company remains confident that the strategic focus on operational efficiency, cash flow discipline, and product innovation will sustain long-term shareholder value.

Seed Co continues to leverage synergies within the broader Seed Co International network to deepen market access and drive export growth into the region while benefiting directly from the anticipated revenue and profitability growth of the regional operations. The business is thus positioned to respond to evolving market opportunities in the second half and beyond supporting national and regional food security initiatives.

F. Sithole (Company Secretary)



DIRECTORS

P Gowero (Chairman), M Nzwere (Group CEO)*, T Chatiza (Group CFO)*, A Carvalho, R C D Chitungu (Mrs), Dr D Garwe (Mrs), M P Karombo, K Mafukidze, N C Bennett. *Executive