

Independent Auditor's Review Report on the Interim Financial Statements

To the Shareholders of Choppies Enterprises Limited

We have reviewed the interim financial statements of Choppies Enterprises Limited and its subsidiaries, the 'Choppies Group', contained in the accompanying interim report, which comprises the Consolidated Statement of Financial Position as at 31 December 2018 and the Consolidated Statements of Profit or Loss and Other Comprehensive Income, Consolidated Statement of Changes in Equity and Consolidated Statement of Cash Flows for the six-month then ended, and selected explanatory notes.

Directors' Responsibility for the Interim Financial Statements

The directors are responsible for the preparation and presentation of the interim financial information in accordance with the International Financial Reporting Standard (IAS) 34 *Interim Financial Reporting*, 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 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 performed 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 financial statements.

Emphasis of Matter

Covid-19

Since 11 March 2020, there has been a global pandemic from the outbreak of COVID-19. The potential impact of COVID-19 is significant to the entity and is causing widespread disruption to normal patterns of business activity across the world, including Botswana. The matter is a non-adjusting event.

Basis for Disclaimer of Conclusion

Opening balances and comparative figures

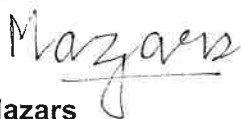
We were not appointed as auditors of Choppies Enterprises Limited in the prior year. The predecessor auditor issued a disclaimer of opinion on the prior year consolidated and separate financial statements. Due to the effect of the matter noted above, we were unable to obtain sufficient appropriate evidence to form a conclusion whether the opening balances are free from material misstatement. We were unable to satisfy ourselves by alternative means concerning the opening balances and comparative figures. Since these figures form the basis for our analytical review procedures and inquiries we would normally perform during our review, we are unable to express a conclusion on these interim financial statements.

Consolidation of Payless Supermarkets (Pty) Ltd ("Payless")

The Group did not consolidate the operations of Payless in accordance with IFRS 10 as it was concluded that Choppies Enterprises Limited did not control the same. We were unable to obtain sufficient appropriate evidence to conclude that the Group had not exercised control over Payless. We were also unable to assess and quantify the impact of this matter on these interim financial statements.

Disclaimer of Conclusion

Based on the effects of the matter described above, we do not express a conclusion on these interim financial statements of the Choppies Group for the six months ended 31 December 2018.



Mazars

Certified Auditors

Practicing member: Shashikumar Velambath

Membership number: 19980076

Date: 24 July 2020