

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE 12 MONTHS ENDED 30 JUNE 2022

	GROUP - 12 months ended		COMPANY - 12 months ended	
	30-Jun-22 USD (Unaudited)	30-Jun-21 USD (Audited)	30-Jun-22 USD (Unaudited)	30-Jun-21 USD (Audited)
Revenue	495 105	661 635	-	-
Cost of sales	(438 323)	(568 077)	-	-
Gross Profit	56 782	93 558	-	-
Other income/(loss)	-	33 400	-	-
Operating expenses	(1 411 031)	(617 949)	(82 578)	(130 998)
Employee costs	(137 339)	(200 863)	-	-
Operating loss	(1 491 588)	(691 753)	(82 578)	(130 998)
Finance income	1 235	609	837 163	613 012
Finance cost	(499 086)	(505 305)	(499 086)	(481 056)
Profit (loss) for the period	(1 989 439)	(1 196 450)	255 499	958
Taxation	-	(339)	-	-
Profit (loss) from continuing operations	(1 989 439)	(1 196 789)	255 499	958
Other comprehensive income	-	-	-	-
Available-for-sale financial assets adjustment	-	-	-	-
Exchange difference on translating foreign operations	(1 028 513)	2 447 049	-	-
Total comprehensive profit (loss) for the period	(3 017 952)	1 250 261	255 499	958
Profit (loss) attributable to:				
Owners of the parent	(2 642 321)	1 026 065	255 499	958
Non-controlling interest	(375 631)	224 196	-	-
	(3 017 952)	1 250 261	255 499	958
Basic earnings per share (in thebe)	(0.00900)	0.00351	-	-
Number of Shares	293 676 389	292 617 333	-	-

CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2022

ASSETS	GROUP		COMPANY	
	30-Jun-22 USD (Unaudited)	30-Jun-21 USD (Audited)	30-Jun-22 USD (Unaudited)	30-Jun-21 USD (Audited)
Non-Current Assets				
Property, plant and equipment	427 994	427 994	-	-
Goodwill	2 745 662	2 745 662	-	-
Exploration assets	13 477 862	15 491 795	-	-
Right of Use Asset	377 639	385 846	-	-
Investment in subsidiary	-	-	2 030 743	2 030 743
Loans	-	-	21 879 180	19 542 017
Financial Assets	86 829	99 803	-	-
Current Assets				
Receivables and prepayments	2 344 637	2 705 646	308 378	1 808 378
Cash and cash equivalent	489 765	18 159	52	52
Total Assets	19 950 387	21 874 905	24 218 353	23 381 190
EQUITY AND LIABILITIES				
Equity				
Equity attributable to owners of the parent				
Stated capital (including advance against stated capital)	17 792 963	17 770 830	17 792 963	17 770 830
Reserves	1 155 089	2 118 340	-	-
Accumulated loss	(13 458 322)	(10 440 370)	(1 672 884)	(1 928 383)
Non-controlling interest	4 769 510	2 984 390	-	-
Total equity	10 259 240	12 433 190	16 120 079	15 842 447
Non-Current Liabilities				
Loan notes	4 208 817	3 709 731	4 208 817	3 709 731
Finance Lease Liability	404 473	405 978	-	-
Deferred consideration	1 500 000	1 500 795	1 500 000	1 500 000
	6 113 290	5 615 709	5 708 817	5 209 731
Current Liabilities				
Trade and other payables	3 577 857	3 824 613	2 389 457	2 329 012
Current tax payable	-	1 393	-	-
Total Current Liabilities	3 577 857	3 826 006	2 389 457	2 329 012
Total Liabilities	9 691 147	9 441 715	8 098 274	7 538 743
Total Equity and Liabilities	19 950 387	21 874 905	24 218 353	23 381 190

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE 12 MONTHS YEAR ENDED 30 JUNE 2022

	GROUP		COMPANY	
	30-Jun-22 USD (Unaudited)	30-Jun-21 USD (Audited)	30-Jun-22 USD (Unaudited)	30-Jun-21 USD (Audited)
CASH FLOWS FROM OPERATING ACTIVITIES				
Cash generated from operations	(1 377 335)	(1 673 916)	(360 210)	-
Interest income	1 235	609	837 163	-
Finance Costs	(499 086)	(505 306)	(499 086)	(613 012)
Tax paid	-	-	-	-
Net cash from operating activities	(1 875 186)	(2 178 613)	(22 133)	(576 664)
Net cash from investing activities	-	5 434	-	-
Net cash from financing activities	1 807 133	99 174	22 133	576 511
NET INCREASE/ (DECREASE) IN CASH AND CASH EQUIVALENT:	(68 053)	(2 074 005)	-	(153)
Cash and cash equivalent at the beginning of the period	(20 400)	79 132	52	205
Effects of exchange rate movements	561 348	1 974 473	-	-
Total cash and cash equivalents at the end of the period	472 895	(20 400)	52	52
Cash and cash equivalent made up of				
Cash at bank	489 765	18 159	52	52
Bank overdraft	(16 870)	(38 559)	-	-
	472 895	(20 400)	52	52

Notes on Resources Statement and Projects Development

Shumba Energy has over 4 billion tons of coal of which an excess of 1 billion tons have been drilled to indicated and measured levels. These are the highest confidence levels of exploration drilling and allowable resources to be converted to mineral reserves for mining purposes

Secchaba Project coal can be used for generating power and international export coal. The group has exited its partnership with Larco Group South Africa on failure to meet their obligations under the binding purchase of shares and investment agreement. However, changing market sentiment due to the emerging energy crisis has resulted in significant investor interest and the company is engaged in reviewing the various approaches received for development of Secchaba as an integrated IPP project.

The multiple Thermal coal products from Morupule South Project may be sold into both Power Generation and Industrial markets both locally and internationally according to demand and the company's overall trade and supply demands. As with Secchaba the company is involved in discussions with several interested parties for investment on the back of the energy crisis for developing both IPP generation and SADC regional industrial coal exports.

The group entered into an agreement with Kibo Energy plc ("Kibo") to consolidate the Mabesekwa resource. Kibo which currently holds 35% of the consolidated resources have given notice within certain RNS announcements that they intend to exit all positions held within the hydrocarbons sector. Accordingly Shumba has now requested Kibo to agree on terms for its orderly exit of its position and for group to acquire the 35% from Kibo.

By order of the board

The unaudited financial statements for the 12 months ended 30 June 2022 is in compliance with International Financial Reporting Standards (IFRS). The standard used for the disclosure of Mineral Resources, results, exploration is the JORC code. The Board of Directors accepts full responsibility of the accuracy of the information contained in the report. The statement of direct and indirect directors and senior officers pursuant to section 8(2)(j) of the Securities (disclosure obligations of reporting issuers) rules 2005 is available free of charge at the registered office of the Company at Suite 204, Grand Baie, Chemin Vigns Pieds, Grand Bay 30529