

**CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE 12 MONTHS ENDED 30 JUNE 2020**

	GROUP - 12 months ended		COMPANY - 12 months ended	
	30-Jun-20 USD	30-Jun-19 USD	30-Jun-20 USD	30-Jun-19 USD
Revenue	618 933	733 625	-	-
Cost of sales	(499 749)	(671 205)	-	-
<b>Gross Profit</b>	<b>119 184</b>	<b>62 420</b>	-	-
Other income/(loss)	558 476	1 038 046	(5 963)	-
Gain on bargain purchase	4 977 507	-	-	(117 203)
Operating expenses	(2 025 091)	(2 476 880)	(122 046)	(359 722)
Employee costs	(461 925)	(411 522)	-	-
Depreciation, amortisation and impairment expenses	(8 004)	(11 751)	-	-
<b>Operating loss</b>	<b>3 160 147</b>	<b>(1 799 687)</b>	<b>(128 009)</b>	<b>(476 925)</b>
Finance income	1 831	97 318	746 942	900 525
Finance cost	(455 047)	(569 149)	(432 401)	(435 460)
<b>Profit (loss) for the period</b>	<b>2 706 831</b>	<b>(2 271 518)</b>	<b>186 532</b>	<b>(11 860)</b>
Taxation	(1 054)	(1 981)	-	-
<b>Profit (loss) from continuing operations</b>	<b>2 705 877</b>	<b>(2 273 499)</b>	<b>186 532</b>	<b>(11 860)</b>
Other comprehensive income	-	-	-	-
Available-for-sale financial assets adjustment	-	(5 896 157)	-	-
Exchange difference on translating foreign operations	(446 978)	866 164	-	-
<b>Total comprehensive profit (loss) for the period</b>	<b>2 258 899</b>	<b>(7 303 492)</b>	<b>186 532</b>	<b>(11 860)</b>
<b>Profit (loss) attributable to:</b>				
Owners of the parent	3 216 395	(2 033 379)	186 532	(11 860)
Non-controlling interest	(510 518)	(240 120)	-	-
	<b>2 705 877</b>	<b>(2 273 499)</b>	<b>186 532</b>	<b>(11 860)</b>
Basic earnings per share (in thebe)	0.011020	(0.00707)	-	-
Number of Shares	291 819 493	291 819 493	-	-

**CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2020**

	GROUP		COMPANY	
	30-Jun-20 USD	30-Jun-19 USD	30-Jun-20 USD	30-Jun-19 USD
<b>ASSETS</b>				
<b>Non-Current Assets</b>				
Property, plant and equipment	403 116	440 386	-	-
Goodwill	2 745 662	2 745 662	-	-
Exploration assets	15 122 560	4 739 648	-	-
Right of Use Asset	372 864	-	-	-
Investment in subsidiary	-	-	2 030 743	2 036 706
Loans	-	-	18 929 005	18 194 213
Financial Assets	93 168	2 614 300	-	-
<b>Current Assets</b>				
Inventories	-	-	-	-
Receivables and prepayments	88 297	227 915	1 783 815	1 806 400
Cash and cash equivalent	108 567	153 003	205	10 111
<b>Total Assets</b>	<b>18 934 234</b>	<b>10 920 914</b>	<b>22 743 768</b>	<b>22 047 430</b>
<b>EQUITY AND LIABILITIES</b>				
<b>Equity</b>				
<b>Equity attributable to owners of the parent</b>				
Stated capital (including advance against stated capital)	17 621 778	17 621 778	17 621 778	17 621 778
Reserves	28 772	(8 133 648)	-	-
Accumulated loss	(9 313 206)	(3 731 999)	(1 929 341)	(2 115 873)
Non-controlling interest	2 760 194	(1 145 328)	-	-
<b>Total equity</b>	<b>11 097 538</b>	<b>4 610 803</b>	<b>15 692 437</b>	<b>15 505 905</b>
<b>Non-Current Liabilities</b>				
Loan notes	3 282 272	2 862 021	3 282 272	2 862 021
Finance Lease Liability	378 122	-	-	-
Deferred consideration	1 500 000	1 500 000	1 500 000	1 500 000
	<b>5 160 394</b>	<b>4 362 021</b>	<b>4 782 272</b>	<b>4 362 021</b>
<b>Current Liabilities</b>				
Loans from group companies	-	-	-	-
Trade and other payables	2 675 248	1 946 109	2 269 059	2 179 504
Current tax payable	1 054	1 981	-	-
<b>Total Current Liabilities</b>	<b>2 676 302</b>	<b>1 948 090</b>	<b>2 269 059</b>	<b>2 179 504</b>
<b>Total Liabilities</b>	<b>7 836 696</b>	<b>6 310 111</b>	<b>7 051 331</b>	<b>6 541 525</b>
<b>Total Equity and Liabilities</b>	<b>18 934 234</b>	<b>10 920 914</b>	<b>22 743 768</b>	<b>22 047 430</b>

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE 12 MONTHS YEAR ENDED 30 JUNE 2020**

	GROUP		COMPANY	
	30-Jun-20 USD	30-Jun-19 USD	30-Jun-20 USD	30-Jun-19 USD
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
Cash generated from operations	5 583 017	(1 736 834)	(324 447)	(1 499 806)
Interest Income	1 831	97 318	746 942	900 525
Finance Costs	(455 421)	(435 461)	(432 401)	(435 460)
Tax paid	(1 981)	-	-	-
<b>Net cash from operating activities</b>	<b>5 127 446</b>	<b>(2 074 977)</b>	<b>(9 906)</b>	<b>(1 034 741)</b>
Net cash from investing activities	(5 632 799)	815 409	-	1 023 381
Net cash from financing activities	(13 553)	-	-	-
<b>NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENT</b>	<b>(518 906)</b>	<b>(1 259 568)</b>	<b>(9 906)</b>	<b>(11 360)</b>
Cash and cash equivalent at the beginning of the period	153 003	1 352 602	10 111	21 471
Effects of exchange rate movements	445 035	59 969	-	-
<b>Total cash and cash equivalents at the end of the period</b>	<b>79 132</b>	<b>153 003</b>	<b>205</b>	<b>10 111</b>
Cash and Cash Equivalents made up of:				
Cash at bank	108 567	153 003	205	10 111
Bank overdraft	(29 435)	-	-	-
	<b>79 132</b>	<b>153 003</b>	<b>205</b>	<b>10 111</b>

**Notes on Resources Statement**

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

Sechaba Project coal can be used for generating power and international export coal. The group has entered into a strategic partnership with Lurco Group South Africa for the development of the Sechaba 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.

The group entered into an agreement with Kibo Energy plc ("Kibo") to consolidate the Mabesekwa resource. Previously Kibo acquired 85% of one third of the resource with the group holding the remaining two thirds. In the new agreement Kibo will hold 35% of the consolidated resources and the group will hold the remaining 65%

**By order of the board**

The audited financial statements for the 12 Months ended 30 June 2020 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)M of the Securities (disclosure obligations of reporting issuers) rules 2005 is available free of charge at the registered office of the Company at 4th Floor Ebene Skies, Rue L'Institut, Ebene 80817, Mauritius