

CFI HOLDINGS LIMITED

Unaudited Abridged Report To Shareholders For The Half Year Ended 31 March 2024



SHORT-FORM ANNOUNCEMENT

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

This short-form financial announcement is the responsibility of the Directors and is only a summary of the information contained in the full announcement and does not contain full or complete details. Any investment decisions by investors and/or shareholders should be based on consideration of the full announcement.

The full announcement is available on the Zimbabwe Stock Exchange website: www.zse.co.zw, and at the registered office of the Company, 1 Wynne Street, Harare.

FINANCIAL HIGHLIGHTS

	INFLATION ADJUSTED			HISTORICAL		
	Half year to 31 Mar. 2024	Half year to 31 Mar. 2023	% change to 2023	Half year to 31 Mar. 2024	Half year to 31 Mar. 2023	% change to 2023
	ZWL	ZWL	ZWL	ZWL	ZWL	ZWL
Revenue	1,514,098,221,555	1,048,983,791,120	44.3	397,736,419,242	33,706,419,584	1,080.0
Operating loss before financing costs, depreciation and impairment	(135,179,765,125)	(138,889,907,225)	(2.7)	(583,193,949,448)	(3,344,891,705)	17,335.4
Profit (loss) for the half year	254,979,417,749	(297,412,576,692)	(185.7)	(473,078,615,540)	(4,110,730,218)	11,408.4
Basic earnings (losses) per share (cents)	238,698	(278,422)	(186)	(442,871)	(3,848)	11,408
Headline earnings (losses) per share (cents)	238,698	(278,422)	(186)	(442,871)	(3,848)	11,408
Total assets	566,693,206,687	392,066,642,927	44.5	454,115,609,223	41,958,150,819	982.3
Total equity	(453,900,378,194)	(75,509,005,192)	501.1	(566,477,975,658)	484,861,818	(116,932.9)
Cash generated from (utilised in) operations	683,935,608,800	(99,226,579,229)	(789.3)	(319,028,963,409)	(3,780,652,733)	8,338.5

Dividend Declaration

In view of the current debt position, your Board will not declare a dividend for the six months ended 31 March 2024.

Chairman's Statement

This short-form financial announcement is derived from the unaudited consolidated inflation-adjusted financial statements of CFI Holdings Limited, and should be read in conjunction with the complete set of the unaudited consolidated inflation-adjusted financial statements for the half-year ended 31 March 2024.

Ms. I. V. Pasi
Chairman
26 June 2024

CFI HOLDINGS LIMITED

Unaudited Abridged Report To Shareholders For The Half Year Ended 31 March 2024



Directors' Responsibility

The Company's Directors are responsible for the preparation and fair presentation of the Group's financial statements, of which this press release represents an extract. These Abridged Unaudited Group financial statements are presented in accordance with the disclosure requirements of the Securities and Exchange (Zimbabwe Stock Exchange Listings Requirements) Rules, 2019 for provisional financial statements (Preliminary Reports), and in accordance with the measurement and recognition principles of International Financial Reporting Standards (IFRS) and in the manner required by the Companies and Other Business Entities Act (Chapter 24:31). The principal accounting policies applied in the preparation of these financial statements are consistent with those applied in the previous annual financial statements. No significant changes arise from new and revised International Financial Reporting Standards (IFRS) which became effective for reporting periods commencing on or after 1 January 2024.

Cautionary Statement- Reliance on all Financial Statements prepared in Zimbabwe

The Directors would like to advise users to exercise caution in their use of these financial statements due to the impact of the technicalities arising from functional currency changes in February 2019, and its consequent impact on the usefulness of the financial statements for 2019 - 2024 financial periods.

Whilst Directors have exercised due care and applied reasonable judgment they deem appropriate in the preparation and presentation of these financial statements, the Directors advise the need for interpretation caution and remind users that there are significant challenges in ascertaining the underlying business performance in an environment of hyperinflation, multiple exchange rates and numerous changes in economic policies.

Adoption of IAS 29 (Financial Reporting in Hyperinflationary Economies)

Effective July 2019, the Public Accountants and Auditors Board (PAAB) advised that conditions for adopting IAS 29 were satisfied. IAS 29 requires that inflation-adjusted financial statements become the entity's primary financial statements. Historical cost financial statements have been presented only as complementary financial information.

Economic Environment

The first half of the year was met with continued inflationary pressures, driven mostly by the accelerated devaluation of the Zimbabwe Dollar (ZWL) against the United States Dollar (USD). The economic situation was aggravated by the El Nino-induced 2023/2024 drought season, with its significant bearing on raw material supplies for most agro-based industries. Consequently, consumer spending power declined from prior year after many farmers failed to recoup their investments into the 2023/2024 summer cropping season.

In the wake of falling consumer spending power, new tax measures which took effect from 1 January 2024 put additional pressure on sales volumes and operating margins. Notable tax changes related to the introduction of Value Added Tax (VAT) on products that were previously either exempted or zero-rated such as maize meal and flour. Notwithstanding, the Group welcomed certain policy measures implemented by the Government of Zimbabwe (GoZ) through the liberalization of grain marketing to the benefit of millers, farmers and consumers.

Officially, year-on-year (Y-O-Y) inflation worsened from 18.4% as at 30 September 2023 closing at 55.3% as at 31 March 2024, whilst average month-on-month inflation for the period was recorded at 4.8% (2023:0.1%). The exchange rate disparities and the estimated inflation figures imposed significant performance translation challenges on both historical and inflation adjusted accounts. The distortions largely affect recorded revenues and profit for the period.

Financial Performance

Group inflation-adjusted revenues for the half year increased by 44.3% from ZWL1.05 trillion in the comparative prior year period to ZWL1.51 trillion in the current period. This improvement reflects on management's ongoing efforts to grow the Group's business in a difficult operating environment. Overall, retail operations contributed 80.42% (2023- 76.3%), whilst milling operations contributed 16.41% (2023 - 20.1%), and farming operations accounted for 3.17% (2023 - 3.4%) of Group turnover.

Overall, the Group posted a profit before tax of ZWL470.77 billion against a loss before tax of ZWL280.26 billion from prior year.

Operations Review

Farm & City Centre (FCC)

The division felt the impact of a combination of falling consumer demand for agricultural inputs in the face of the El Nino-induced drought, rapid inflation, and overall suppressed consumer spending power. The retail market also witnessed stiffening competition, mainly from the unregistered informal players, resulting in shrinking margins. Notwithstanding, sales volumes for the entity's key volume drivers registered a marginal 2% increase over the comparative prior year period. Management continues to implement strategic pricing and marketing initiatives to adapt to the ever-changing trading environment.

Glenara Estates

During the period the Estate established 82 hectares of table potatoes, up from 54 hectares established in the comparative prior year period. Although yields were 5% lower than prior year, average potato selling prices realised per kilogram firmed by 17% above prior year as a result of shortages of the crop on the market, due to the drought currently being experienced in the Country. The Estate's cattle breeding and pen fattening operations were maintained with reasonable success.

Property Development

Saturday Retreat

In February 2023, the Supreme Court ruled in favour of Crest Breeders International, confirming the entity's rights in Saturday Retreat Estate. Your Board is seized with implementing its development strategy for Saturday Retreat as the Group looks to enhance its synergies with the retail unit and diversify its portfolio.

Langford Estates

The legal proceedings remain pending before the relevant tribunals. The market will be updated on further progress in due course.

Milling Operations

Agrifoods

Sales volumes increased by 8% from prior year on the back of improved raw material procurement management across major product lines. Management remains focussed on growing Agrifoods' market share in the face of an increasingly competitive local stockfeeds sector.

Victoria Foods (VF)

Flour sales volumes performance was flat from the same period prior year as the unit grappled with wheat shortages and continued power outages affecting production. However, maize volumes sales improved by 55% due to successful marketing efforts. The maize milling business is however set to be impacted by the maize shortages following the regional El-Nino induced drought resulting in increased grain prices. These higher prices will result in a higher cost base that may not be fully transferred to customers due to a highly competitive market, amidst depressed consumer spending power.

Poultry Division

Crest Poultry Group's other units, being Crest Breeders and Suncrest Chickens, remained under care and maintenance during the period. Joint ventures leveraging the Group's poultry infrastructure and brands are still being pursued. Processes are underway to resuscitate poultry operations on the Group's Beatrice farm, Hubbard Zimbabwe.

Sustainable Business Practices

Pursuant to section 3(1)(h) of the Securities and Exchange (Zimbabwe Stock Exchange Listings Requirements) Rules, 2019 ("the ZSE Listing Rules"), ZSE issued Practice Note 16 on Sustainability Information and Disclosure, introducing the mandatory adoption of specifically identified disclosures from the Global Reporting Initiative ("GRI") sustainability reporting protocol, effective 1 January 2024. The Group is currently underway to ensure that the current year's Sustainability Report conforms to the GRI standards.

Future Prospects

In efforts to mitigate against currency instability and inflationary pressures, on 5 April 2024, the GoZ introduced a new gold backed currency, the Zimbabwe Gold (ZiG). Notwithstanding, the operating environment is anticipated to remain challenging following the El-Nino induced drought being declared a national disaster. This is set to continue to impact agrobased industries, at least until the onset of the 2024/2025 farming season, which according to early predictions is set to receive good rains. The good rains are key to a notable turn-around of the economy. Meanwhile, proactive management practices continue to be employed to ensure the Group's survival in the current difficult times.

Going forward, in the short to medium term, the Group will prioritise continued investments in its business entities and upscaling ongoing cost containment measures, in order to underpin long-term competitiveness. Long term focus remains directed towards the development of low-cost housing delivery in Harare South in support of Government's Vision 2030 development goals. The Group will therefore maintain its efforts to resolve all issues affecting its interests in its land banks to make way for progressive, orderly infrastructure deployment and service delivery to the various settlements.

Your Board also aims to continuously strengthen its human capital base, improve business models to be adaptive to the changing environment and to continue to strengthen its operational systems for the benefit of all stakeholders.

Acknowledgement and Appreciation

I wish to record my sincere appreciation to Management and staff for their fortitude and resilience in serving our customers' various needs during these trying times. I also wish to thank our Shareholders, customers, suppliers and financiers for their enduring support to the Group, which has made the ongoing business turnaround strategy possible. Lastly, I would also like to record my gratitude and appreciation to my fellow Directors for their valuable contributions, guidance and stewardship.

[Signature]
Ms. IV Pasi
Chairperson

Dividend Declaration

In view of the current debt position, your Board will not declare a dividend for the six months ended 31 March 2024.

[Signature]
P. Hare
COMPANY SECRETARY
BY ORDER OF THE BOARD
26 June 2024

UNAUDITED ABRIDGED GROUP CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

Notes	INFLATION ADJUSTED		HISTORICAL	
	Half-year to 31 Mar. 2024	Half-year to 31 Mar. 2023	Half-year to 31 Mar. 2024	Half-year to 31 Mar. 2023
	ZWL	ZWL	ZWL	ZWL
Turnover	1,503,721,247,421	1,045,000,484,649	387,359,445,108	33,562,025,018
Changes in fair value of biological assets	10,376,974,134	3,983,306,471	10,376,974,134	144,394,566
Revenue	1,514,098,221,555	1,048,983,791,120	397,736,419,242	33,706,419,584
Operating loss before financing costs, depreciation and impairment	(135,179,765,125)	(138,889,907,225)	(583,193,949,448)	(3,344,891,705)
Depreciation expense	(374,915,398)	(8,100,222,323)	(334,958,495)	(249,305,958)
Share of losses from joint ventures	(225,831,749)	(3,207,842,150)	(304,807,072)	(8,667,996)
Net finance costs	(48,421,395,147)	(34,772,269,216)	(15,843,780,615)	(1,122,614,235)
Monetary gain (losses)	654,970,573,455	(95,286,352,135)	-	-
Profit (loss) before tax	470,768,666,036	(280,256,593,049)	(599,677,495,630)	(4,725,479,894)
Income tax (expense) credit	(215,789,248,287)	(17,155,983,643)	126,598,880,090	614,749,676
Profit (loss) for the half year	254,979,417,749	(297,412,576,692)	(473,078,615,540)	(4,110,730,218)
Other comprehensive income				
NDR movement net of taxes on plant and equipment disposals	-	-	-	(1,000,998)
Total other comprehensive income				(1,000,998)
Total comprehensive income (loss)	254,979,417,749	(297,412,576,692)	(473,078,615,540)	(4,111,731,216)
Income (loss) attributable to: Equity holders of the parent	254,979,417,749	(297,412,576,692)	(473,078,615,540)	(4,110,730,218)
Total comprehensive income (loss) attributable to: Equity holders of the parent	254,979,417,749	(297,412,576,692)	(473,078,615,540)	(4,111,731,216)
Basic earnings (losses) per share (cents)	238,698	(278,422)	(442,871)	(3,848)
Diluted earnings (losses) per share (cents)	238,698	(278,422)	(442,871)	(3,848)
Headline earnings (losses) per share (cents)	238,698	(278,422)	(442,871)	(3,848)
Net asset value per share (cents)	(424,917)	(762,915)	(530,306)	454
Shares in issue	106,820,875	106,820,875	106,820,875	106,820,875

UNAUDITED ABRIDGED GROUP CONSOLIDATED STATEMENT OF FINANCIAL POSITION

Notes	INFLATION ADJUSTED		HISTORICAL	
	31 Mar. 2024	31 Mar. 2023	31 Mar. 2024	31 Mar. 2023
	ZWL	ZWL	ZWL	ZWL
ASSETS				
Non-current assets				
Property, plant and equipment	137,762,577,686	130,795,320,127	15,946,373,115	13,627,635,513
Investments (unlisted)	953,712,381	9,153,540,690	953,712,381	953,712,381
Investments in joint ventures	(150,305,954)	(1,461,363,831)	(310,430,995)	(52,451,934)
Deferred tax assets	157,550,464,098	360,932,268,804	182,944,539,918	36,834,809,267
Total non-current assets	296,116,448,211	499,419,765,790	199,534,194,419	51,363,705,227
Current assets				
Inventories and biological assets	157,557,639,959	607,680,648,129	141,562,296,288	55,496,695,669
Trade and other receivables	59,658,574,889	169,081,191,931	59,658,574,889	17,616,661,311
Investments - listed shares	2,736,134,219	3,884,395,404	2,736,134,219	404,717,269
Cash and bank balances	50,624,409,409	126,302,967,505	50,624,409,408	13,159,574,851
Total current assets	270,576,758,476	906,949,202,969	254,581,414,804	86,677,649,100
TOTAL ASSETS	566,693,206,687	1,406,368,968,759	454,115,609,223	138,041,354,327
EQUITY AND LIABILITIES				
Equity attributable to owners of the parent	(453,900,378,194)	(814,952,720,290)	(566,477,975,658)	(93,399,360,114)
Total equity	(453,900,378,194)	(814,952,720,290)	(566,477,975,658)	(93,399,360,114)
Non-current liabilities				
Accruals and other payables	5,501,854	52,805,694	5,501,854	5,501,854
Long term borrowings	417,321,215,180	943,417,680,177	417,321,215,180	98,295,201,003
Total non-current liabilities	417,327,215,180	943,470,485,871	417,327,215,180	98,300,702,857
Current liabilities				
Trade payables and other payables	497,957,434,647	1,013,609,000,056	497,957,434,647	105,608,472,781
Short term borrowings	76,875,404,901	157,584,345,712	76,875,404,901	16,418,798,653
Bank overdraft	21,426,608,439	49,466,393,451	21,426,608,439	5,153,930,427
Current tax liabilities	7,006,921,714	57,191,463,959	7,006,921,714	5,958,809,723
Total current liabilities	603,266,369,701	1,277,851,203,178	603,266,369,701	133,140,011,584
TOTAL EQUITY AND LIABILITIES	566,693,206,687	1,406,368,968,759	454,115,609,223	138,041,354,327

Unaudited Abridged Report To Shareholders For The Half Year Ended 31 March 2024

UNAUDITED ABRIDGED GROUP CONSOLIDATED STATEMENT OF CASH FLOWS

CASH FLOWS FROM OPERATING ACTIVITIES

CASH OUTFLOWS BEFORE WORKING CAPITAL CHANGES
Cash generated from (utilised) through working capital changes

CASH GENERATED FROM (UTILISED IN) OPERATIONS

Net interest paid
Net interest received

NET CASH GENERATED FROM (UTILISED IN) OPERATING ACTIVITIES

CASH FLOWS FROM INVESTING ACTIVITIES
Proceeds from disposal of property, plant and equipment

NET CASH OUTFLOWS TO INVESTING ACTIVITIES

CASH FLOWS FROM FINANCING ACTIVITIES
Net movement on listed investments

NET CASH (OUTFLOWS TO) INFLOWS FROM FINANCING ACTIVITIES

NET (DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR
CASH AND CASH EQUIVALENTS AT END OF THE HALF YEAR
Cash and bank balances
Bank overdraft

	INFLATION Half year to	ADJUSTED Half year to	HISTORICAL Half year to
	31 Mar. 2024	31 Mar. 2023	31 Mar. 2023
	ZWL	ZWL	ZWL
599,413,834,196	(238,639,843,347)	(593,570,023,582)	(3,401,789,832)
27,522,728,601	19,941,358,418	27,522,728,601	(288,868,991)
685,936,562,800	(99,226,579,229)	(99,047,294,981)	(3,790,657,823)
(8,421,895,147)	(84,772,269,716)	(15,843,790,615)	(691,130,628)
(70,139,627,942)	(14,052,564,988)	(18,433,104,989)	(1,122,614,235)
565,574,865,711	(148,051,432,843)	(553,905,848,983)	(5,594,573,257)
(2,843,630,678)	(2,846,446,259)	(2,653,696,093)	(880,838,929)
(2,843,630,678)	(2,846,446,259)	(2,653,696,093)	(878,345,368)
(526,095,966,851)	155,242,997,977	319,026,512,323	5,734,092,519
(80,708,940,811)	43,512,467,263	60,456,606,248	1,511,587,041
1,148,261,185	(385,932,680)	(2,331,416,920)	(14,757,879)
(605,656,646,677)	198,369,512,560	377,151,701,021	7,230,921,681
(43,125,681,444)	23,996,668,387	21,192,156,545	758,003,062
76,836,574,024	(10,198,927,831)	8,005,644,424	(309,585,344)
29,197,800,970	13,797,740,556	29,197,800,969	448,417,718
50,624,409,409	46,511,851,533	50,624,409,408	1,511,617,077
(21,426,608,439)	(32,714,710,976)	(21,426,608,439)	(1,063,253,359)

ABRIDGED UNAUDITED GROUP STATEMENT OF CHANGES IN EQUITY ATTRIBUTABLE TO EQUITY HOLDERS OF THE PARENT - INFLATION ADJUSTED

	CAPITAL RESERVES	RETAINED EARNINGS (LOSS)	TOTAL
	ZWL	ZWL	ZWL
Balance at 30 September 2022	328,863,563,920	(146,927,633,657)	181,935,930,263
Elimination of revaluation reserves - IAS29	(81,624,680,530)	81,624,680,530	-
Loss for the year	246,412,154,799	(95,291,950,742)	151,120,204,057
Balance at 30 September 2023	492,650,938,189	(160,594,933,869)	332,056,004,320
Profit for the half year	254,979,417,749	(73,078,815,544)	181,900,602,205
Balance at 31 March 2024	747,630,355,938	(233,673,749,413)	513,956,606,525

ABRIDGED UNAUDITED GROUP STATEMENT OF CHANGES IN EQUITY ATTRIBUTABLE TO EQUITY HOLDERS OF THE PARENT - HISTORICAL

	CAPITAL RESERVES	RETAINED EARNINGS (LOSS)	TOTAL
	ZWL	ZWL	ZWL
Balance at 30 September 2022	9,284,027,620	(4,687,434,587)	4,596,593,033
Other comprehensive income for the year	2,023,835,593	(100,019,788,740)	(97,995,953,147)
Loss for the year	11,307,863,213	(104,707,223,327)	(93,399,360,114)
Balance at 30 September 2023	11,307,863,213	(202,128,435,654)	(190,820,572,441)
Loss for the half year	11,307,863,213	(57,778,838,871)	(46,470,975,658)

NOTES TO THE UNAUDITED ABRIDGED GROUP FINANCIAL STATEMENTS

1.0 General information

The principal activities of the Company, its subsidiaries and joint ventures (the Group) is the holding of investments, the letting of properties, the wholesaling and retailing of agro-inputs and general hardware commodities, the manufacturing of food, feeds, the provision of animal health products, the operation of maize and wheat mills, crops and livestock farming, and the development and management of real estate.

2.0 Basis of preparation

The unaudited consolidated financial statements for the half year ended 31 March 2024 have been prepared in accordance with the requirements of the Zimbabwe Stock Exchange Listing Requirements and in the manner required by the Companies and Other Business Entities Act (Chapter 26:31) (COBEA). The Listing Requirements require financial statements to be prepared in accordance with International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB"), and as a minimum, contain the information required by International Accounting Standard ("IAS") 34 (Interim Financial Reporting). The Group's consolidated inflation adjusted financial statements have been prepared based on the statutory records that are maintained under the historical cost basis and are presented in Zimbabwe Dollars (ZWL).

The principal accounting policies applied in the preparation of the Group consolidated financial statements are in terms of IFRS except for the non-compliance with IAS 21 (The Effects of Changes in Foreign Exchange Rates) and its consequential impact on the inflation adjusted amounts, determined in terms of IAS 29 (Financial Reporting in Hyperinflationary Economies) and have been applied consistently in all material respects with those of the previous consolidated annual financial statements.

IAS 21 (The Effects of Changes in Foreign Exchange Rates)
As reported in the Group's prior year financial statements, Government promulgated Statutory Instrument 33 of 2019 on 22 February 2019, giving legal effect to the reintroduction of the Zimbabwe Dollar (ZWL) as a legal tender and prescribed that for accounting and other purposes, certain assets and liabilities on the effective date would be deemed to be Zimbabwe Dollars at the rate which was in par with the United States Dollar (USD). CFI Holdings Limited elected to comply with the requirements of Statutory Instrument 33 of 2019 (SI 33/19) which was issued on 20 February 2019. The 1:1 exchange rate between ZWL and USD prescribed by SI 33/19 is not in accordance with the requirements of IAS 21. The entity was guided by Statutory Instrument 41 of 2019 (SI 41/19) which states that in the case of inconsistency between local pronouncement and any international standard, the local pronouncement shall take precedence. Due to the impact of these technicalities, the Directors advise users to exercise caution in their use of these inflation adjusted financial statements.

In light of this failure to fully comply with the requirements of IAS 21, the Group's Independent Auditors, Messrs Baker Tilly Chartered Accountants (Zimbabwe) issued a qualified audit opinion on the financial statements for the year ended 30 September 2023.

2.2 Application of IAS 29 (Financial Reporting in Hyperinflationary Economies)

These financial statements have been prepared in accordance with IAS 29 together with International Financial Reporting Interpretations Committee (IFRIC) 7 (Applying the Restatement Approach under IAS 29), as if the economy had been hyperinflationary from 1 October 2018. As noted in the audited financial statements for the years ended 30 September 2019, 2020, 2021, 2022 and 2023, the Group adopted the Zimbabwe Consumer Price Index ("CPI") as the general price index to restate transactions and balances. Appropriate adjustments and reclassifications, including restatements for changes in the general purchasing power of the ZWL, and for the purposes of fair presentation in accordance with IAS 29 have been made in these financial statements to the historical cost financial information. Comparative amounts in the Group financial statements have been restated to reflect the changes in the general price index from 1 October 2018 to the end of the reporting period.

In February 2023 the Ministry of Finance and Economic Development introduced a blended inflation rate based on a combination of the ZWL and the USD inflation rates and stipulated reporting ZWL inflation and Consumer Price Index (CPI) figures. There was need for businesses to estimate the ZWL inflation index to continue complying with IAS 29 requirements. As a result the estimated Consumer Price Index (CPI) for financial reporting purposes from February 2023 was calculated by adjusting the last published CPI based on the monthly movements of the Total Consumption Poverty Line (TCPL).

The indices and conversion factors used to restate the historical financial statements at 31 March 2024 are given below:

Index	Conversion factor
CPI at 31 March 2024	439.210
CPI at 30 September 2023	44,720.86
CPI at 31 March 2023	13,949.99
	9.878
	30.7685

4.1 Profit (loss) before tax
Profit (loss) before tax is shown after charging (crediting) the following significant items:
Net leasing expenses
Depreciation expense
Unrealised exchange losses
Competition of directors and key management:
- for services as directors
- for management services

4.2 Income tax expense (credit)
Withholding tax
Intermediate transactions tax
Deferred tax credit relating to temporary differences

4.3 Inventories
Finished goods
Raw materials and consumables
Biological assets and agricultural produce on hand
Land in development

4.4 Borrowings
The table below summarizes the movements in the Group's third party borrowings during the period:

Balance at the beginning of the year	1,101,002,025,889
Loans raised/fair value adjustments during the period	(606,804,907,662)
Balance at the end of the half year	494,197,118,227
Short-term borrowings	76,875,404,901
Long-term borrowings	94,317,173,326
Total borrowings	494,197,118,227

All the loans were rated to fund the Group's working capital requirements, and they are all unsecured.

4.5 Contingent liabilities at reporting date in respect of
Guarantees given to trade creditors
Langford Estates (enviaged reversal of land for debt swap)
City of Harare rates
Staff retrenchments provisions

4.6 Capital commitments
Authorised but not yet contracted

The capital expenditure will be financed from the Company's own resources and existing borrowing facilities.

4.7 Segment information

Revenue	EBITDA
Retail	389,146,066,660
Wholesale	78,037,125,877
Farming	24,962,607,491
Milling	27,419,178,525
Head Office & Properties	519,564,976,581
Total	1,048,983,791,120

Segment assets
Retail
Wholesale
Farming
Milling
Head Office & Properties

Revenue	EBITDA
1,217,643,542,865	(229,276,928,584)
48,044,624,966	5,258,880,512
28,831,183,719	7,943,093,609
188,830,930,913	26,572,298,867
565,009,276	(583,098,756,520)
Total	397,736,419,242

Segment liabilities
Retail
Wholesale
Farming
Milling
Head Office & Properties

Revenue	EBITDA
389,146,066,660	(628,834,739,854)
78,037,125,877	17,100,983,219
24,962,607,491	1,662,701,248
27,419,178,525	26,572,298,867
519,564,976,581	(583,098,756,520)
Total	(33,706,419,584)

Revenue	EBITDA
406,724,257,452	363,012,380,956
66,793,676,844	51,399,493,309
58,839,445,901	21,675,650,052
34,335,873,900	55,120,391,342
566,093,206,687	1,066,368,968,718
Total	1,020,593,588,381

Segment liabilities
Retail
Wholesale
Farming
Milling
Head Office & Properties

Revenue	EBITDA
950,809,485,284	1,868,875,821,748
9,957,592,092	9,171,287,982
42,666,467,981	29,970,565,772
17,379,090,524	61,182,933,476
1,020,593,588,381	2,029,593,588,381
Total	2,221,321,689,023

Events after the reporting period

On 3 April 2024, the Government Statutory Instrument 60 of 2024, introducing a new currency, the ZWL. According to the statutory instrument, for accounting and other purposes (including discharge of financial or commercial obligations), all assets and liabilities that were, immediately before the effective date, valued and expressed in ZWL, were deemed to be valued in ZWL by applying an exchange rate of ZWL 2:498:7242:1 ZWG as at 2 April 2024. Prior to its replacement by ZWL, the ZWL was the functional and presentation currency of the Group. The replacement of ZWL by ZWG imply that the Group will have to re-assess its functional currency and choose a new presentation currency going forward. Management has accounted for the replacement of ZWL by ZWG as a non-adjusting event after the reporting period.

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