

I Statement of Directors' Responsibilities in Respect of the Financial Statements

Company law requires the directors to prepare financial statements for each financial year which present fairly the financial position, financial performance, changes in equity and cash flows of the Company. In preparing those financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether International Financial Reporting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business.

The directors confirm that they have complied with the above requirements in preparing the financial statements.

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Company and enable them to ensure that the financial statements comply with the Mauritius Companies Act 2001. They are also responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The directors have made an assessment of the Company's ability to continue as going concern and have no reason to believe that the Company will not be a going concern in the year ahead.

On Behalf of the Board



Jean-Claude Béga
Chairman

21st September 2018



Jason Harel
Director (Chairman, Audit Committee)

21st September 2018

Independent Auditors' Report to the Shareholder of Anglo African Investments Ltd

Report on the Audit of the Consolidated and Separate Financial Statements

Opinion

In our opinion, the consolidated and separate financial statements give a true and fair view of the financial position of **Anglo African Investments Ltd**, (the "Company") and its subsidiaries (collectively referred to as the "Group") as at 30 June 2018 and of its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs) and comply with the requirements of the Mauritius Companies Act 2001.

What we have audited

The financial statements of **Anglo African Investments Ltd** set out on pages 62 to 89 comprise:

- the consolidated and separate statements of financial position as at 30 June 2018;
- the consolidated and separate statements of profit or loss and other comprehensive income for the year then ended;
- the consolidated and separate statements of changes in equity for the year then ended;
- the consolidated and separate statements of cash flows for the year then ended; and
- the notes to consolidated and separate financial statements comprising significant accounting policies and other explanatory information.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code). We have fulfilled our other ethical responsibilities in accordance with the IESBA Code.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other information

The directors are responsible for the other information. The other information comprises of the following: About us, Our DNA, Our Companies, Our strategy, Risk Management, CFO's Review, Statement of Directors' Responsibilities and Additional Information but does not include the consolidated and separate financial statements and our auditors' report.

Our opinion on these consolidated and separate financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the consolidated and separate financial statements, our responsibility is to read the other information identified above and in doing so, consider whether the other information is materially inconsistent with the consolidated and separate financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed on the other information, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

I Independent Auditors' Report to the Shareholder of Anglo African Investments Ltd (Cont'd)

Directors' Responsibilities for the Consolidated and Separate Financial Statements

The directors are responsible for the preparation and fair presentation of the consolidated and separate financial statements in accordance with International Financial Reporting Standards and in compliance with the requirements of the Mauritius Companies Act 2001. They are also responsible for such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated and separate financial statements, they are responsible for assessing the Group's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

The directors are responsible for overseeing the Group's financial reporting process.

Auditors' Responsibilities for the Audit of the Consolidated and Separate Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report. However, future events or conditions may cause the Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Independent Auditors' Report to the Shareholder of Anglo African Investments Ltd (Cont'd)

Auditors' Responsibilities for the Audit of the Consolidated and Separate Financial Statements (Cont'd)

- Obtain sufficient appropriate audit evidence regarding the financial information of the business activities within the Group to express an opinion on the financial statements. We are responsible for the direction, supervision and performance of the Group audit. We remain solely responsible for our audit opinion.

We communicate with the directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Report on Other Legal and Regulatory Requirements

Mauritius Companies Act 2001

In accordance with the requirements of the Mauritius Companies Act 2001, we report as follows:

- we have no relationship with, or interests in, the Group other than in our capacities as auditors;
- we have obtained all information and explanations that we have required; and
- in our opinion, proper accounting records have been kept by the Group as far as it appears from our examination of those records.

Other matter

This report is made solely to the Group's shareholder in accordance with section 205 of the Mauritius Companies Act 2001. Our audit work has been undertaken so that we might state to the Group's shareholder, as a body, those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Group and the Group's shareholder, as a body, for audit work, for this report, or for the opinions we have formed.



Kemp Chatteris
Chartered Accountants

21st September 2018



Martine Ip Min Wan, FCA
Licensed by FRC

21st September 2018

Statements of Financial Position

Notes	The Group		The Company	
	2018 Rs	2017 Rs	2018 Rs	2017 Rs
ASSETS				
Non-current assets				
Plant and equipment	5	4,990,755	8,346,538	-
Intangible assets	6	8,616,871	417,473	-
Deferred tax assets	7	1,642,627	857,711	31,154
Investments in subsidiaries	8	-	-	18,607,575
Investment in associate	9	3,005,707	2,404,916	-
Other financial assets	10	5,610,775	5,114,055	9,620,857
		23,866,735	17,140,693	28,259,586
Current assets				
Inventories	11	5,786,478	4,712,171	-
Trade and other receivables	12	99,360,399	78,692,234	147,408
Other financial assets	10	34,862,788	1,243,908	34,862,788
Cash and cash equivalents		36,960,895	65,421,288	7,275,561
		176,970,560	150,069,601	42,285,757
				32,357,382
TOTAL ASSETS		200,837,295	167,210,294	70,545,343
EQUITY AND LIABILITIES				
Capital and reserves				
Stated capital	13	100,000	100,000	100,000
Retained earnings		112,470,456	94,382,921	69,689,341
Translation reserves		886,907	1,860,791	-
Equity attributable to the owner of the parent		113,457,363	96,343,712	69,789,341
Non-controlling interest		(48)	(48)	-
TOTAL EQUITY		113,457,315	96,343,664	69,789,341
Non-current liabilities				
Borrowings	14	402,029	1,324,608	-
Deferred tax liabilities	7	1,359	43,716	-
Retirement benefit obligations	15	5,422,881	5,351,792	207,692
		5,826,269	6,720,116	207,692
Current liabilities				
Trade and other payables	16	77,284,740	60,161,879	479,408
Borrowings	14	437,480	733,929	-
Current tax liabilities	20	3,831,491	3,250,706	68,902
		81,553,711	64,146,514	548,310
				229,023
TOTAL EQUITY AND LIABILITIES		200,837,295	167,210,294	70,545,343

Approved and authorised for issue by Board of Directors on 21st September 2018 and signed on its behalf by:



Jean-Claude Béga
Chairman



Jason Harel
Director (Chairman, Audit
Committee)

The notes on pages 66 to 87 form an integral part of these financial statements. Auditors' report on pages 59 to 61.

Statements of Profit or Loss and Other Comprehensive Income

Notes	The Group		The Company	
	2018 Rs	2017 Rs	2018 Rs	2017 Rs
Continuing operations				
Revenue	324,013,280	272,555,693	-	-
Cost of sales	(232,683,016)	(199,377,408)	-	-
Gross profit	91,330,264	73,178,285	-	-
Other income	17 1,747,105	1,187,202	21,007,252	24,194,645
	93,077,369	74,365,487	21,007,252	24,194,645
Administrative and other expenses	18 (61,575,174)	(58,010,153)	(2,447,672)	(1,337,446)
Net foreign exchange losses/(gains)	(2,036,652)	2,980,104	1,804	(2,329)
Finance costs	19 (123,627)	(201,682)	(198)	(57)
Share of loss of associate	9 (658,469)	(1,095,084)	-	-
Net profit before taxation for the year	28,683,447	18,038,672	18,561,186	22,854,813
Taxation	20(b) (6,095,912)	(4,299,262)	(121,834)	(79,447)
Net profit for the year from continuing operations	22,587,535	13,739,410	18,439,352	22,775,366
Discontinued operations				
Profit for the year from discontinued operations	8(c) -	4,692,353	-	-
NET PROFIT FOR THE YEAR	22,587,535	18,431,763	18,439,352	22,775,366
OTHER COMPREHENSIVE INCOME				
Items that may be reclassified subsequently to profit or loss:				
Exchange differences on translating foreign operations	(774,844)	(62,338)	-	-
Reclassification adjustment on winding up of subsidiary	(199,040)	-	-	-
	(973,884)	(62,338)	-	-
TOTAL COMPREHENSIVE INCOME FOR THE YEAR	21,613,651	18,369,425	18,439,352	22,775,366
Profit for the year attributable to:				
Owner of the Company	22,587,535	18,383,160	18,439,352	22,775,366
Non-controlling interests	-	48,603	-	-
	22,587,535	18,431,763	18,439,352	22,775,366
Total comprehensive income attributable to:				
Owner of the Company	21,613,651	18,312,335	18,439,352	22,775,366
Non-controlling interests	-	57,090	-	-
	21,613,651	18,369,425	18,439,352	22,775,366

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I Statements of Changes in Equity

	Stated Capital	Retained Earnings	Translation Reserves	Attributable to the owners of the parent	Non-Controlling Interest	Total Equity
	Rs	Rs	Rs	Rs	Rs	Rs
The Group						
At 1 July 2016	100,000	75,999,761	1,931,616	78,031,377	(57,138)	77,974,239
Net profit for the year	-	18,383,160	-	18,383,160	48,603	18,431,763
Other comprehensive income/(loss) the year	-	-	(70,825)	(70,825)	8,487	(62,338)
Total comprehensive income/(loss) for the year	-	18,383,160	(70,825)	18,312,335	57,090	18,369,425
At 30 June 2017	100,000	94,382,921	1,860,791	96,343,712	(48)	96,343,664
At 1 July 2017	100,000	94,382,921	1,860,791	96,343,712	(48)	96,343,664
Net profit for the year	-	22,587,535	-	22,587,535	-	22,587,535
Other comprehensive income/(loss) for the year	-	-	(973,884)	(973,884)	-	(973,884)
Total comprehensive income for the year	-	22,587,535	(973,884)	21,613,651	-	21,613,651
Transactions with owners of the parent:						
Dividend paid	-	(4,500,000)		(4,500,000)		(4,500,000)
At 30 June 2018	100,000	112,470,456	886,907	113,457,363	(48)	113,457,315

	Stated Capital	Retained Earnings	Total Equity
	Rs	Rs	Rs
The Company			
At 1 July 2016	100,000	32,974,623	33,074,623
Net profit for the year	-	22,775,366	22,775,366
Total comprehensive income for the year	-	22,775,366	22,775,366
At 30 June 2017	100,000	55,749,989	55,849,989
At 1 July 2017	100,000	55,749,989	55,849,989
Net profit for the year	-	18,439,352	18,439,352
Total comprehensive income for the year	-	18,439,352	18,439,352
Transactions with owners of the parent:			
Dividend paid		(4,500,000)	(4,500,000)
At 30 June 2018	100,000	69,689,341	69,789,341

The notes on pages 66 to 87 form an integral part of these financial statements. Auditors' report on pages 59 to 61.

I Statements of Cash Flows

	Note	The Group		The Company	
		2018 Rs	2017 Rs	2018 Rs	2017 Rs
CASH FLOWS FROM OPERATING ACTIVITIES					
Cash generated from operations	21	27,372,696	43,537,040	9,224,339	3,328,853
Interest received		154,655	543,242	174,007	354,263
Interest paid		(6,039)	(6,049)	(198)	(57)
Income tax paid		(4,801,414)	(6,709,318)	(21,261)	(219,083)
Net cash generated from operating activities		22,719,898	37,364,915	9,376,887	3,463,976
CASH FLOWS FROM INVESTING ACTIVITIES					
Purchase of plant and equipment		(3,262,870)	(2,462,336)	-	-
Purchase of intangible assets		(10,339,808)	(186,001)	-	-
Proceeds from disposal of equipment and software		3,093,270	2,377,906	-	-
Proceeds on disposal of subsidiary		-	189,361	-	189,361
Investment in subsidiaries		-	-	-	(12,750,000)
Issue of shares by associates		(1,259,260)	(3,500,000)	-	-
Loan to related parties		(500,000)	-	(4,500,000)	-
Investment in other financial assets		(54,589,750)	(6,357,963)	(49,608,400)	(5,114,055)
Proceeds on maturity of financial assets		21,514,743	-	15,222,054	-
Dividend received		-	-	20,000,000	23,751,021
Net cash (used in) from investing activities		(45,343,675)	(9,939,033)	(18,886,346)	6,076,327
CASH FLOWS FROM FINANCING ACTIVITIES					
Proceeds from borrowings		500,000	-	-	-
Borrowings repaid		(1,836,616)	(1,939,788)	-	-
Dividend paid to shareholder		(4,500,000)	-	(4,500,000)	-
Net cash (used in) from financing activities		(5,836,616)	(1,939,788)	(4,500,000)	-
(Decrease)/increase in cash and cash equivalents		(28,460,393)	25,486,094	(14,009,459)	9,540,303
Cash and cash equivalents at 1 July		65,421,288	39,935,194	21,285,020	11,744,717
Cash and cash equivalents at 30 June		36,960,895	65,421,288	7,275,561	21,285,020

The notes on pages 66 to 87 form an integral part of these financial statements. Auditors' report on pages 59 to 61.