



CHAIRMAN’S STATEMENT

OPERATING ENVIRONMENT

The first half of 2024 was marked by a plethora of economic challenges emanating from the El Nino induced drought, high inflation and a weak local currency. During the first quarter of 2024 the local currency (ZW\$) depreciated against the US Dollar by about 71.9% on the official market between January 2024 and 31 March 2024. However, following the introduction of a new currency on 5 April 2024, Zimbabwe Gold (ZWG), relative stability was restored and the local currency's rate of depreciation against the USD decelerated significantly between April 2024 to 30 June 2024.

GROUP PERFORMANCE

The Group recorded a loss before tax of US\$1.1 million in the first half of 2024 being a swing compared to a profit before tax of US\$815,220 in the corresponding period of 2023. This sharp diminution was primarily attributable to the impact of the El Nino induced drought that had a significant impact on the Group's flagship business units within the Agriculture Cluster which contributed 80.7% to the Group loss position. Low crop output coupled with reduced disposal income on the part of our customers saw a huge reduction in volumes across all Business Units within the Agriculture Cluster.

The Group's profit performance is discussed in greater detail by the Group Chief Executive Officer (GCEO) in his report.

However, The Group engaged on the following initiatives to return the business to profitability:

- Given the effects of the drought, the Group is forecasting a tough season up to the third quarter (Q3) of 2024. This pro-longed dire financial situation, pushed the Group to embark on a robust cost containment plan to preserve cash flow which included a Group-wide staff rationalisation exercise and an organisational restructuring exercise resulting in the unbundling of the Clusters approach to enable the Group to be fit for purpose and improve on operational excellence and efficiencies within the separate business units.
- The Board approved the disposal of residential and commercial properties worth US\$2,753,000 which were identified as non-core assets amongst a property portfolio of US\$7.5 million. Proceeds from the disposal of the abovementioned assets will be channelled towards working capital to consolidate its position in the mining and infrastructure sector pursuant to the successful conclusion of the Barzem transaction. The properties earmarked for disposal were disclosed in the Consolidated financial statements as “Assets Held for Sale” in terms of IFRS (International Financial Reporting Standards).
- Management is actively pursuing business unit turnaround programs particularly the Agriculture related Business Units as well as Trentyre. The interventions for business recovery include closure of non-performing branches, consolidation of branches so as to take advantage of synergies, product refinement/re-development in order to provide a cheaper alternative for the market, placing the Mealie Brand factory under care and maintenance, and exploring new product development for full and effective utilisation of the factory with a thrust to produce infrastructure related products and mining consumables.

CEO’S REPORT

GROUP PERFORMANCE OVERVIEW

The results of the devastating El-Nino induced drought have adversely impacted the Group’s agricultural flagship businesses, namely Farmec and Mealie Brand. This coupled with delay in the transition process to the new domestic currency adopted in April 2024, delayed payments by Government to road construction contractors, International turmoil in the Middle East, tight liquidity, hyperinflation and supply chain challenges, the Group had to pivot quickly to find sustainable pockets of opportunity.

The Group recorded a 18% negative turnover variance for the period ended 30 June, 2024 in comparison to the same period in 2023. As a result the Group posted a loss before tax for the period under review.

Management believes that the second half of the year will yield better results owing to strong order books across the Group, the presence of access to finance for our customers in the agriculture sector and credit arrangements with suppliers in order to alleviate the current liquidity crisis. The long range weather forecast for the 2024/5 cropping season is positive news, which the Group believes will lead to increased business opportunities for the Group in the fourth quarter 2024.

AGRICULTURE

Farmec
Tight liquidity, drought and GMB late payments had a negative impact on turnover and profitability. Owing to tight liquidity and competition from the informal market, margins were under pressure, registering a 39% drop in gross profit. Farmec turnover was 29% below prior year. In terms of the sector competitive analysis with comparative entities, Farmec accounted for 20% of all new tractor sales in Q1 2024 and 10% in Q2 2024. The lower than expected Q2 2024 performance is mainly attributed to non-availability of the MF200 series from our OEM which constitutes 70% of Farmec tractor sales. In terms of high horse power units Farmec supplied 66% of the 130 to 150hp units on the local market during the period under review.

Valmec has been reabsorbed into Farmec. Mr. Eddington Buranga the former National Sales Manager is the new General Manager as from May 2024. The Group wishes him success in his new position.

The BU has a strong order book for H2 2024, with the 200 series being made available by the supplier. Farmec successfully concluded a finance facility with a leading financial institution in the period under review, which will make it easier for farmers to access finance for tractors and equipment through Farmec.

Mealie Brand
Mealie Brand operates in the sector hardest hit by the drought which is the small scale farmers. Yields of less than 300kg per hectare for maize against an average of 3 tonnes, and 380kg per hectare of tobacco against an average of 1,200kg has devastated these farmers’ ability to feed their families, repay their input loans and prepare for the 2024/5 summer season. In the absence of a Government input program this sector will not be able to make a meaningful contribution to the agriculture sector in the 2024/5 farming season.

Mealie Brand volumes are down 61% in the local market and exports down by 7%. Turnover is 45% below prior year. Load shedding and NEC increases have contributed an additional 3% to operational expenses.

In order to pivot the Business Units (BU) away from the current seasonal sales pattern and susceptibility of its products to drought, the capacitation program enabled the BU to expand into the bulk mining supplies arena, the manufacture of two-wheel and small horse power tractor implements, and reduce the cost of garden tools against imports. These initiatives will add much needed variety to the BU's product offering, and sustain the business going forward.

LOGISTICS

Scanlink
The BU has a strong order book for the second half of 2024 which should see it achieve parity with 2023 turnover. Aftersales (spares and workshops) recorded 15% growth over the previous year to date, which is commendable. Gross profit percentage is 7% ahead of last year to date and 9% ahead of their target. Scanlink recorded a 12% compared to prior year drop in turnover for H1 2024, mainly off the back of lower than anticipated truck and bus sales.

Competition from lower cost Chinese truck manufacturers and second hand Scania units ex-UK will continue to put the premium Scania offering under pressure in the truck market. The demand for premium long distance buses however is strong. Scanlink is expected to carry the Group in terms of its profitability to year end.

Trentyre
Trentyre revenue is 27% below last year to date and 37% behind their target for the six months to June 2024. System challenges coupled with rampant inflation to April 2024 eroded value from major account customers who paid in local currency. The BU pivoted by closing non-profit making branches, rationalizing staff, and reduced their product offering to

DIRECTORATE

Mr Benjamin Burr was appointed as a Non-Executive Director of Zimplot Holdings limited on 25 March 2024. Mr Burr is a property professional with more than fourteen (14) years of experience in the property sector locally and within the region. The Board of Directors, Management and Staff warmly welcome Ben to the team and wish him success in his new role.

Mr Vimbayi Nyakudya resigned as the Group CEO and an executive member of the Board on 31 March 2024. On behalf of the Board and Management, I would like to convey my gratitude to him for his service to the Group over the past 8 years. We wish him well in his future endeavours.

DIVIDEND

The Board will not declare a dividend as the Group is focused on preserving its cash flow with a thrust to returning to profitability.

OUTLOOK

The 2024/2025 agriculture season which is anticipated to be characterised by normal to above-normal rainfall patterns as well as erratic energy supply which is expected to worsen up to year end all present immense opportunities for the Agriculture focused business units as well as the alternative power related business unit. Management are geared up to turn around the Group back to profitability by year-end with the Mining and Logistics Business Units following through on their respective firm order book, whilst the Agriculture Business Units capitalising on the anticipated improved 2024/25 weather forecast through refining the supply chain to ensure product availability and improved agility in product support initiatives as well as the execution of the key strategic focus areas as mentioned above.

CONCLUSION

I would like to extend my appreciation to Management and Staff for their hard work during the period under review. I would also like to thank my fellow Board members for their continued commitment and guidance to the Group as well as our valued stakeholders for their support.


B. N. Kumalo
Board Chairman

30 September 2024

those line items that are the BU's traditional strengths. Agricultural tyre sales reduced by 36% off the back of low demand in the sector. We do however expect this sector to bounce back in Q4 2024.

New manufacturers of value brands have been on boarded to compliment the BU's range of premium Good Year tyres for the more price conscious customers.

The retread factory was not spared by the erosion of the local currency, but did increase output in Q2 2024 to end 36% below previous year and ended 5% ahead of Q1 2024 output.

MINING

Tractive Power Solutions
TPS has surpassed its 2023 turnover target. Delayed equipment deliveries from China and Korea by four months resulted in lower than anticipated earthmoving equipment sales for the period under review, but the BU expects to move five units in Q3 2024, having taken customer deposits for Develon and SEM equipment. The gross profit margin was 876% ahead of prior year to date (PYTD).

Shipping delays out of China on spares for FAW and ground engaging tools have resulted in lower after sales volumes than anticipated, service revenue is up by 200% and parts sales increased by 74% for the period under review. The BU is expected to break even by year end on the back of solid orders and FAW truck sales.

Powermec
Tight liquidity and lower demand in the agriculture sector which accounts for 30% of the BU's market resulted in a turnover decline of 22% against PYTD. Longer than anticipated lead times from China and Europe owing to shipping lines experiencing container and ship shortages curtailed timeous availability of generator stocks. Generator purchases out of South Africa to fill the gaps produced lower gross profit percentages by 20%, affecting profitability.

Solar product sales and installations grew by 100% against last year. The BU recruited a full time solar specialist which has resulted in significant growth in a very competitive market.

The BU has a strong order book, and generator sets will be more readily available for H2 2024. It is anticipated the H2 will see strong demand for alternative power owing to the shortage of power from the national grid, which will see the BU return a profit by year end. Service level agreements with blue chip companies should see the BU returning to profitability by year end.

CT Bolts
H1 2024 saw the opening of the CT Bolts Msasa outlet at 10 Harrow Rd to better service the Msasa and Ruwa based companies. The branch has shown steady growth to post 1.6 tons for June 2024 amidst tough competition. The nail factory is due to land in September and production commencing in October 2024, which will increase volumes at all branches.

The BU recorded a 3% decrease in sales against prior year. A three-month delay in receiving the nail machines is the main driver of the BU being behind budget.

Management expects the BU to close the gap by year end based on initiatives to further penetrate the retail market, and its concentration on supplying the various mine expansion projects.

OUTLOOK

The Group has pivoted towards a more targeted approach to generating sales, relying on system driven demand forecasting, direct marketing, and rationalization of stock holding and suppliers.

Rationalization of staff and the Group overheads structure, supplier analysis and verification of pricing and demand planning will enable the business units to compete more effectively, service clients more efficiently leading to greater customer satisfaction and repeat purchases.

On the back of strong order books across the agriculture, logistics and mining sectors, the Group is well positioned to return to profit by the end of 2024.


W. Swan
Acting Chief Executive Officer

30 September 2024

UNAUDITED ABRIDGED GROUP INTERIM
FINANCIAL RESULTS FOR THE SIX MONTHS
ENDED 30 JUNE 2024

The Directors report the following unaudited abridged Group interim financial results in respect of the Group and Company's operations for the six months ended 30 June 2024.



Unaudited Abridged Interim Group and Company Statement of Profit or Loss and
Other Comprehensive Income
for the six months ended 30 June 2024

	Notes	Group		Company	
		30-Jun-24 USD	30-Jun-23 USD	30-Jun-24 USD	30-Jun-23 USD
Sales of goods		12,150,254	14,808,121	6,643,771	8,866,417
Rendering of services		1,188,159	1,454,155	549,014	877,717
Investment property rental income		44,543	41,894	51,600	46,544
Revenue	4	13,382,956	16,304,170	7,244,385	9,790,678
Cost of sales		(9,858,008)	(11,749,065)	(5,158,247)	(6,699,312)
Gross profit		3,524,948	4,555,105	2,086,138	3,091,366
Other operating income		431,363	640,812	141,492	313,541
Selling and distribution expenses		(404,101)	(257,899)	(364,131)	(220,459)
Administrative expenses		(4,173,992)	(3,595,800)	(2,605,142)	(2,294,951)
Other operating expenses		(362,634)	(421,416)	(218,492)	(253,954)
Operating (loss)/ profit		(984,416)	920,800	(960,135)	635,543
Finance costs		(159,211)	(108,378)	(92,522)	(57,956)
Finance income		1,095	2,798	1,095	2,798
(Loss)/profit before tax		(1,142,532)	815,220	(1,051,562)	580,385
Income tax expense		(523,851)	(617,803)	(678,318)	(448,150)
(Loss)/profit for the year		(1,666,383)	197,417	(1,729,880)	132,235
Other comprehensive income					
Other comprehensive income that will not be reclassified to profit or loss					
Total comprehensive (loss)/income for the year		(1,666,383)	197,417	(1,729,880)	132,235
(Loss)/profit for the year attributed to:					
Owners of the parent		(1,641,767)	263,989	(1,729,880)	132,235
Non controlling interests		(24,616)	(66,572)	-	-
		(1,666,383)	197,417	(1,729,880)	132,235
Total comprehensive (loss)/profit for the year attributable to:					
Owners of the parent		(1,641,767)	263,989	(1,729,880)	132,235
Non controlling interests		(24,616)	(66,572)	-	-
		(1,666,383)	197,417	(1,729,880)	132,235
Earnings per share					
Basic earnings per share		(0.005)	0.001	(0.005)	0.0004
Diluted earnings per share		(0.005)	0.001	(0.005)	0.0004
Headline earnings per share		(0.005)	0.001	(0.005)	0.0004
Diluted headline earnings per share		(0.005)	0.001	(0.005)	0.0004

Unaudited Abridged Interim Group and Company Statement of Financial Position
as at 30 June 2024

	Notes	Group		Company	
		30-Jun-24 USD	31-Dec-23 USD	30-Jun-24 USD	31-Dec-23 USD
ASSETS					
Non-current assets					
Property, plant and equipment		14,607,016	17,617,000	5,908,845	5,670,607
Intangible assets		42,155	48,641	42,155	48,641
Investment property		248,000	248,000	2,140,000	2,140,000
Investment in subsidiaries		-	-	21,727,270	20,507,891
Right of use assets		-	-	204,740	307,110
Long term receivables		787,204	787,204	787,204	787,204
Goodwill		5,995,285	5,995,285	-	-
Total non-current assets		21,679,660	24,696,130	30,810,214	29,461,453
Current assets					
Inventories		10,010,556	11,571,978	8,479,067	9,346,441
Inter company receivables		-	-	546,561	759,927
Trade and other receivables		4,469,275	3,090,513	1,562,658	1,383,725
Prepayments		3,519,026	5,597,527	2,178,921	3,663,663
Investment in financial assets		14	14	14	14
Non-current assets held for sale	8	2,753,000	-	-	-
Cash and bank balances		449,112	1,263,835	293,891	460,140
Total current assets		21,200,983	21,523,867	13,061,112	15,613,910
Total assets		42,880,643	46,219,997	43,871,326	45,075,363
EQUITY AND LIABILITIES					
Equity					
Share capital		137,832	137,832	137,832	137,832
Share premium		19,741,179	19,741,179	19,741,179	19,741,179
Revaluation reserve		4,338,935	4,338,935	3,702,924	3,702,924
Capital reserve		(194,451)	(194,451)	(194,451)	(194,451)
Change in ownership reserve		3,975,662	(904,212)	-	-
Foreign currency translation reserve		(3,809,206)	(3,128,494)	6,718,480	6,820,191
Retained earnings		5,007,768	6,649,535	5,877,584	7,607,464
Attributable to holders of the parent		29,197,719	26,640,324	35,983,548	37,815,139
Non-controlling interests	9	-	6,123,869	-	-
Total equity		29,197,719	32,764,193	35,983,548	37,815,139
Non-current liabilities					
Inter company payables		-	-	1,366,374	347,904
Deferred tax liabilities		2,434,189	2,015,315	1,647,676	1,143,557
Total non-current liabilities		2,434,189	2,015,315	3,014,050	1,491,461
Current liabilities					
Trade and other payables		5,849,683	6,208,717	1,203,160	2,515,894
Provisions		998,778	862,121	269,515	137,946
Short term borrowings		1,590,010	1,221,711	1,199,063	1,221,711
Customer deposits		1,766,517	2,460,040	1,226,714	1,267,122
Lease liabilities		-	-	216,948	316,087
Current tax liabilities		1,043,747	687,900	758,328	310,003
Total current liabilities		11,248,735	11,440,489	4,873,728	5,768,763
Total equity and liabilities		42,880,643	46,219,997	43,871,326	45,075,363

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Unaudited Abridged Interim Group and Company Statement of Cash Flows
for the six months ended 30 June 2024

	Group		Company	
	30-Jun-24 USD	30-Jun-23 USD	30-Jun-24 USD	30-Jun-23 USD
Cash flows from operating activities				
Operating (loss)/ profit before tax	(1,142,532)	815,220	(1,051,562)	580,385
Adjusted to reconcile profit before tax to net cash flows:				
Depreciation of property, plant and equipment and amortisation of intangible assets	369,781	457,668	339,999	348,033
Net unrealised foreign exchange differences	253,075	-	(50,704)	-
Finance income	(1,095)	(2,798)	(1,095)	(2,798)
Finance costs	159,211	108,378	92,522	57,956
Movement in provisions	136,657	41,218	131,569	(11,805)
Loss on disposal of property, plant and equipment	28,179	46,487	69,483	3,255
	(196,724)	1,466,173	(469,788)	975,025
Working capital changes				
Decrease/(Increase) in inventories	1,561,422	(525,815)	867,374	(1,141,424)
(Increase)/Decrease in trade and other receivables	(1,378,762)	(308,073)	(178,933)	622,409
Decrease/(Increase) in prepayments	2,078,501	(347,397)	1,484,742	(332,297)
(Decrease)/Increase in customer deposits	(693,523)	631,257	(40,408)	663,366
Decrease in intergroup receivables	-	-	1,231,836	142,642
(Decrease) in trade and other payables	(359,034)	(1,323,773)	(1,312,734)	(980,997)
	1,011,880	(407,628)	1,582,089	(51,275)
Finance income	1,095	2,798	1,095	2,798
Finance costs	(159,211)	(108,378)	(92,522)	(57,956)
Income tax paid	(25,507)	-	-	-
Net cash flow generated from/(utilised) in operating activities	828,257	(513,208)	1,490,661	(106,433)
Cash flows from investing activities				
Proceeds from sale of property, plant and equipment	67,760	-	67,760	-
Purchase of property, plant and equipment	(652,064)	(294,134)	(601,123)	(271,973)
Net cash flows used in investing activities	(584,304)	(294,134)	(533,363)	(271,973)
Cash flows from financing activities				
Lease liability principal repaid	-	-	(192,531)	-
Purchase of shares from non-controlling shareholder	(1,219,379)	-	(1,219,379)	-
Repayments of borrowings	(372,648)	(184,186)	(372,648)	(184,186)
Proceeds from borrowings	350,000	-	350,000	-
Net cash flows used in financing activities	(1,242,027)	(184,186)	(1,434,558)	(184,186)
Net (decrease) in cash and cash equivalents	(998,074)	(991,528)	(477,260)	(562,592)
Effects of exchange rate changes on cash and cash equivalents	183,351	(277,938)	311,011	(478,595)
Cash and cash equivalents at 1 January	1,263,835	2,220,003	460,140	1,242,322
Cash and cash equivalents at 30 June	449,112	950,537	293,891	201,135
Comprising of:				
Cash and cash balances	449,112	950,538	293,891	201,135

Unaudited Abridged Interim Group Statement of Changes in Equity
for the six months ended 30 June 2024

	Share Capital USD	Capital Reserve USD	Share Premium USD	Revaluation Reserve USD	Change in Ownership reserve USD	Foreign currency translation reserve USD	Retained earnings USD	Attributable to Owners of the parent USD	Non- Controlling Interest USD	Total USD
Balance on 1 January 2023	137,832	(194,451)	19,741,179	4,114,109	(904,212)	(893,953)	6,055,191	28,055,695	5,976,379	34,032,074
Effects of currency translation	-	-	-	-	-	(2,234,541)	-	(2,234,541)	102,663	(2,131,878)
Profit/(loss) for the year	-	-	-	-	-	-	594,344	594,344	(34,473)	559,871
Other comprehensive income net of tax	-	-	-	224,826	-	-	-	224,826	79,300	304,126
Balance at 31 December 2023	137,832	(194,451)	19,741,179	4,338,935	(904,212)	(3,128,494)	6,649,535	26,640,324	6,123,869	32,764,193
Elimination of NCI on Barzem transaction	-	-	-	-	4,879,874	-	-	4,879,874	(6,099,253)	(1,219,379)
Effects of currency translation	-	-	-	-	-	(680,712)	-	(680,712)	-	(680,712)
(Loss) for the period	-	-	-	-	-	-	(1,641,767)	(1,641,767)	(24,616)	(1,666,383)
Balance at 30 June 2024	137,832	(194,451)	19,741,179	4,338,935	3,975,662	(3,809,206)	5,007,768	29,197,719	-	29,197,719

Unaudited Abridged Interim Company Statement of Changes in Equity
for the six months ended 30 June 2024

	Share Capital USD	Capital Reserve USD	Share Premium USD	Revaluation Reserve USD	Foreign currency translation Reserve USD	Retained earnings USD	Attributable to Owners of the parent USD
Balance on 1 January 2023	137,832	(194,451)	19,741,179	3,702,924	6,997,204	7,229,976	37,614,664
Effects of currency translation	-	-	-	-	(177,013)	-	(177,013)
Profit for the year	-	-	-	-	-	377,488	377,488
Balance at 31 December 2023	137,832	(194,451)	19,741,179	3,702,924	6,820,191	7,607,464	37,815,139
Effects of currency translation	-	-	-	-	(101,711)	-	(101,711)
(Loss) for the period	-	-	-	-	-	(1,729,880)	(1,729,880)
Balance at 30 June 2024	137,832	(194,451)	19,741,179	3,702,924	6,718,480	5,877,584	35,983,548

Supplementary Information
for the six months ended 30 June 2024

	Unaudited Group		Unaudited Company	
	30-Jun-24 USD	31-Jun-23 USD	30-Jun-24 USD	31-Jun-23 USD
Shares in issue	344,580,486	344,580,486	344,580,486	344,580,486
For the purpose of Basic EPS	344,580,486	344,580,486	344,580,486	344,580,486
For the purpose of Diluted EPS	344,580,486	344,580,486	344,580,486	344,580,486
	USD	USD	USD	USD
Headline earnings	(1,641,767)	235,010	(1,729,880)	123,256
(Loss)/profit for the period	(1,641,767)	263,989	(1,729,880)	132,235
Headline earnings per share	(0.005)	0.001	(0.005)	0.0004
Basic (loss)/profit per share	(0.005)	0.001	(0.005)	0.0004
Diluted (loss)/profit per share	(0.005)	0.001	(0.005)	0.0004
Depreciation	369,781	457,668	339,999	348,033



Notes to the financial statements

1. Presentation and statement of compliance

Basis of preparation

The Group's abridged interim condensed consolidated financial statements for the six months ended 30 June 2024 have been prepared under policies consistent with the requirements of International Financial Reporting Standards (IFRS). The financial statements have been prepared under IAS 34 - Interim Financial Reporting. The interim condensed consolidated financial statements do not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the Group's annual consolidated financial statements as at 31 December 2023. These consolidated abridged financial statements have been prepared with the aim of complying with International Financial Reporting Standards and presented in US\$ (United States Dollars, rounded to the dollar), which is the Group's functional and presentation currency.

2. Leases

The Group assesses at contract inception whether a contract is, or contains, a lease. That is, if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

5. Segment information

	Agriculture USD	Mining and Infrastructure USD	Logistics and Automotive USD	Property USD	Segments USD	Total Segments USD	Adjustments USD	Consolidated USD
30 June 2024								
Revenue	5,198,053	3,109,600	5,319,652	44,543	51,600	13,723,448	(340,492)	13,382,956
Segment operating profit	(873,175)	(98,144)	88,934	47,483	(165,338)	(1,000,240)	183,787	(816,453)
Other items								
Finance income	681	-	-	-	403	1,084	11	1,095
Finance costs	(47,554)	(28,453)	(82,927)	(277)	-	(159,211)	-	(159,211)
Income taxes	(107,878)	142,950	(197,881)	(71,969)	(73,503)	(308,281)	(383,533)	(691,814)
GROUP PROFIT AFTER TAX	(1,027,926)	16,353	(191,874)	(24,763)	(238,438)	(1,466,648)	(199,735)	(1,666,383)
Segment assets	15,710,172	9,713,756	2,706,873	5,270,000	30,604,485	64,005,286	(21,124,643)	42,880,643
Segment liabilities	(3,074,743)	(4,870,035)	(1,185,611)	(381,019)	(2,743,437)	(12,254,845)	(1,428,079)	(13,682,924)
Other segment information								
Depreciation and amortisation	155,531	79,219	61,749	57,870	37,748	392,117	(22,336)	369,781
Additions to non-current assets	416,611	34,066	24,095	-	170,855	645,627	-	645,627
30 June, 2023								
Revenue	7,030,652	2,855,311	6,376,313	41,894	46,544	16,350,714	(46,544)	16,304,170
Segment operating profit	229,569	295,529	437,390	27,957	(69,645)	920,800	-	920,800
Other items								
Finance income	2,232	-	-	-	566	2,798	0	2,798
Finance costs	(57,244)	(9,974)	(41,061)	(99)	-	(108,378)	(0)	(108,378)
Income taxes	(208,972)	(28,082)	(169,653)	(210,963)	(211,096)	(828,766)	210,963	(617,803)
GROUP PROFIT AFTER TAX	(34,415)	257,473	226,676	(183,105)	(280,175)	(13,546)	210,963	197,417
Segment assets	17,350,445	8,130,874	3,795,546	7,905,000	28,977,419	66,159,284	(19,939,287)	46,219,997
Segment liabilities	(3,861,401)	(2,865,454)	(2,123,863)	(355,663)	(952,639)	(10,159,020)	(3,296,784)	(13,455,804)
Other segment information								
Depreciation	207,355	181,457	59,052	-	28,270	476,134	61,111	537,245
Additions to non-current assets	81,155	109,676	(42,205)	-	170,855	319,481	-	319,481

The inter company assets and liabilities are eliminated on consolidation.

6. Share capital

Subject to Section 183 of the Companies and Other Business Entities Act (Chapter 24:31), and to the limitations of the Victoria Falls Stock Exchange, the unissued shares are under the control of the Directors. As at 30 June 2024, the Company had an authorised share capital of 400,000,000 ordinary shares valued at US\$0.0004 each, of these 344,580,486 were issued and the balance of 55,419,514 were under unissued and under the control of Directors.

7. Contingent liabilities

The Group and the Company do not have any significant contingent liabilities that require disclosure as at 30 June 2024.

8. Non-current assets held for sale

On 25 February 2024, the Board of Directors approved the disposal of certain non-core properties with a carrying amount of US\$2,753,000. These properties have been classified as non-current assets held for sale as of 30 June 2024, as management is committed to a plan to sell the assets and has engaged reputable real estate agents to facilitate the sale. The sale is expected to be completed within 12 months.

The non-core properties are measured at fair value less costs to sell, with a fair value of US\$3,191,732 and costs to sell of US\$311,194. Since the carrying amount is lower than fair value less costs to sell, no impairment loss has been recognized. As the properties were previously measured under the revaluation model, the related revaluation reserve has been transferred to retained earnings.

3. Borrowings

The Group has short term loan facilities of US\$1,199,307 secured against properties during the period under review. The average cost of borrowing was 15% per annum.

4. Revenue

An analysis of Group revenue and results for the period:

	Unaudited Group		Unaudited Company	
	30-Jun-24 USD	30-Jun-23 USD	30-Jun-24 USD	30-Jun-23 USD
Sale of goods: Domestic	11,432,697	13,690,718	5,287,069	7,172,576
Sale of goods: Export	1,905,716	2,571,558	1,905,716	2,571,558
Total revenue from contracts with customers	13,338,413	16,262,276	7,192,785	9,744,134
Investment property rental income	44,543	41,894	51,600	46,544
Total revenue	13,382,956	16,304,170	7,244,385	9,790,678

9. Acquisition of non-controlling interest in Barzem

On 6 March 2024, Zimplot acquired an additional 49% shareholding in Barzem, increasing its ownership from 51% to 100%. Zimplot was exercising a call option per the provisions of the Shareholders Agreement. The consideration paid for the additional 49% was \$1,219,379. As a result of this transaction, the non-controlling interest (NCI), previously recognised at \$6,099,253, was derecognised. The difference between the NCI and the consideration paid, amounting to \$4,879,874, was recognised in equity. The transaction did not result in any gain or loss as it was accounted for as an equity transaction with the NCI. Following this acquisition, Barzem is now a wholly owned subsidiary of the Group.

10. Going concern

The Group has prepared the financial statements on the basis that it will continue to operate as a going concern. The Directors consider that there are no material uncertainties that may cast significant doubt over this assumption. The Directors have satisfied themselves that the Group is in a sound financial position and has adequate resources to continue in operational existence for the foreseeable future. Accordingly, they are satisfied that it is appropriate to adopt the going concern basis in preparing the interim consolidated financial statements.

11. Subsequent events note

Retirement and appointment of Directors

On 31 July 2024, Mr. Godfrey T. Manhambara retired as a Director of the Company and from his position as Chairman of the Board of Directors, having served the Board for over 11 years. On the same date, Mr. Benjamin N. Kumalo was appointed as the new Chairman of the Board of Directors. Furthermore, Mr. Hamish B.W. Rudland was appointed as a Non-Executive Director of the Company, with effect from 31 July 2024.

This event is considered a non-adjusting event after the reporting period.

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