

Abridged Reviewed Group Statement of Profit Or Loss and Other Comprehensive Income

	INFLATION-ADJUSTED		HISTORICAL		
	Note	6 months ended 31 Dec 2019 ZWL	6 months ended 31 Dec 2018 ZWL	6 months ended 31 Dec 2019 ZWL	6 months ended 31 Dec 2018 ZWL
REVENUE		4 267 681 621	3 674 576 743	2 898 806 338	489 892 790
Operating profit before depreciation, amortisation and fair value adjustments		675 404 058	412 141 467	953 669 125	80 494 853
financial income	2	2 362 017	35 930 964	3 779 273	4 097 441
depreciation and amortisation		(155 607 045)	(74 083 412)	(30 792 483)	(8 439 229)
Operating profit before interest, equity accounted earnings and fair value adjustments		522 159 030	373 989 019	926 655 915	76 153 065
fair value adjustments on livestock and listed equities		(109 139 427)	(8 718 199)	199 980 852	(1 937 628)
Profit before interest and tax		413 019 603	365 270 820	1 126 636 767	74 215 437
interest income		26 048 616	8 775 829	19 231 662	1 027 982
interest expense		(86 992 442)	(41 116 645)	(62 565 627)	(5 211 727)
equity accounted earnings		194 027 298	91 063 311	132 764 680	12 396 846
monetary gain		142 666 007	181 902 681	—	—
Profit before tax		688 769 082	605 895 996	1 216 067 482	82 428 538
tax expense		(80 355 456)	(128 452 879)	(225 386 642)	(18 416 850)
Profit for the period		608 413 626	477 443 117	990 680 840	64 011 688
Other comprehensive income - to be recycled to profit or loss					
exchange differences arising on translation of foreign operations		381 259 439	(1 341)	381 259 439	(216)
Total comprehensive income for the period		989 673 065	477 443 776	1 371 940 279	64 011 472
Profit for the period attributable to:					
equity holders of the parent		416 905 676	297 004 513	678 848 151	44 948 714
non-controlling interests		191 507 950	180 438 604	311 832 689	19 062 974
		608 413 626	477 443 117	990 680 840	64 011 688
Total comprehensive income for the period attributable to:					
equity holders of the parent		772 801 309	297 003 679	1 034 743 784	44 948 632
non-controlling interests		216 871 756	180 438 097	337 196 495	19 062 840
		989 673 065	477 443 776	1 371 940 279	64 011 472
EARNINGS PER SHARE (CENTS)					
Basic earnings per share	9	74.63	53.24	121.53	8.06
Headline earnings per share	9	74.60	48.97	121.47	7.58
Diluted basic earnings per share	9	71.81	52.77	116.94	5.99
Diluted headline earnings per share	9	71.78	48.54	116.88	6.09

Abridged Reviewed Group Statement of Financial Position

	Note	INFLATION-ADJUSTED		HISTORICAL	
		At 31 Dec 2019 ZWL	At 30 Jun 2019 ZWL	At 31 Dec 2019 ZWL	At 30 Jun 2019 ZWL
ASSETS					
Non-current assets					
property, plant and equipment		3 179 119 293	3 166 103 909	732 114 337	642 628 608
intangible assets		364 351 386	364 351 386	41 369 714	41 369 714
investments in associates		1 392 633 481	1 023 052 917	508 447 172	193 767 096
financial assets		282 344 279	238 151 631	257 014 760	74 515 475
biological assets		28 344 111	29 792 325	28 344 111	9 321 747
		5 246 792 550	4 821 452 168	1 567 290 094	961 602 640
Current assets					
biological assets		156 184 776	136 403 247	156 184 776	42 679 332
inventories	5	929 097 353	1 035 468 898	697 505 106	231 596 747
trade and other receivables	6	1 491 151 140	1 171 746 297	1 261 321 929	306 701 973
cash and cash equivalents		502 542 458	466 955 690	502 542 458	146 106 180
		3 078 975 727	2 810 574 132	2 617 554 269	727 084 232
Total assets		8 325 768 277	7 632 026 300	4 184 844 363	1 688 686 872
EQUITY AND LIABILITIES					
Capital and reserves					
ordinary share capital		49 373 483	49 322 983	5 647 764	5 597 264
class "A" ordinary share capital		88	88	10	10
share premium		159 501 089	156 954 879	20 357 742	17 811 532
other reserves		782 052 560	443 593 537	715 575 633	374 736 570
distributable reserves		3 442 433 752	3 067 912 757	1 013 704 125	364 769 791
attributable to equity holders of the parent		4 433 360 972	3 717 784 244	1 755 285 274	762 915 167
non-controlling interests		1 705 160 711	1 511 079 682	597 385 490	276 161 650
Total shareholders' equity		6 138 521 683	5 228 863 926	2 352 670 764	1 039 076 817
Non-current liabilities					
deferred tax liabilities		478 948 249	754 434 270	123 875 254	133 738 056
interest-bearing borrowings	8	12 817 253	25 569 233	12 817 253	8 000 380
		491 765 502	780 003 503	136 692 507	141 738 436
Current liabilities					
interest-bearing borrowings	8	685 489 381	641 727 776	685 489 381	200 790 773
trade and other payables	7	774 401 997	873 315 019	774 401 997	273 252 311
provisions and other liabilities		8 300 981	9 707 202	8 300 981	3 037 295
current tax liabilities		227 288 733	98 408 874	227 288 733	30 791 240
		1 695 481 092	1 623 158 871	1 695 481 092	507 871 619
Total liabilities		2 187 246 594	2 403 162 374	1 832 173 599	649 610 055
Total equity and liabilities		8 325 768 277	7 632 026 300	4 184 844 363	1 688 686 872

Abridged Reviewed Group Statement of Changes in Equity

	INFLATION-ADJUSTED												
	Ordinary Share Capital ZWL	Class "A" Ordinary Share Capital ZWL	Share Premium Reserve ZWL	Restructure Reserve ZWL	Foreign Currency Translation Reserve ZWL	Change in Functional Currency Reserve ZWL	Treasury Shares ZWL	Share based Payment Reserve ZWL	Total Other Reserves ZWL	Distributable Reserves ZWL	Total Attributable to Equity Holders of the Parent ZWL	Non-Controlling Interests ZWL	Total Shareholders' Equity ZWL
Balance at 30 June 2018	49 322 983	88	156 954 879	(115 742 020)	1 238 683	—	(6 060 792)	7 533 556	(113 030 573)	1 805 453 549	1 898 700 926	715 401 410	2 614 102 336
Profit for the year	—	—	—	—	—	—	—	—	—	1 352 626 101	1 352 626 101	744 587 385	2 097 213 486
Other comprehensive income	—	—	—	—	356 229 074	—	—	—	356 229 074	—	356 229 074	4 661 837	360 890 911
Dividends paid	—	—	—	—	—	—	—	—	—	(127 315 109)	(127 315 109)	(67 381 649)	(194 696 758)
Effect of change in functional currency	—	—	—	—	—	239 903 709	—	—	239 903 709	—	239 903 709	117 239 940	357 143 649
Unwinding of change in functional currency reserve	—	—	—	—	—	(47 332 680)	—	—	(47 332 680)	47 332 680	—	—	—
Transactions with owners in their capacity as owners	—	—	—	—	—	—	—	—	—	(10 184 464)	(10 184 464)	(3 429 241)	(13 613 705)
Share based payment charge, net of tax	—	—	—	—	—	—	7 824 007	7 824 007	—	—	7 824 007	—	7 824 007
Balance at 30 June 2019	49 322 983	88	156 954 879	(115 742 020)	357 467 757	192 571 029	(6 060 792)	15 357 563	443 593 537	3 067 912 757	3 717 784 244	1 511 079 682	5 228 863 926
Issue of shares	50 500	—	2 546 210	—	—	—	—	(8 409 723)	(8 409 723)	—	(5 813 013)	—	(5 813 013)
Profit for the period	—	—	—	—	—	—	—	—	—	416 905 676	416 905 676	191 507 950	608 413 626
Other comprehensive income	—	—	—	—	355 895 633	—	—	—	355 895 633	—	355 895 633	25 363 806	381 259 439
Dividend paid	—	—	—	—	—	—	—	—	—	(53 735 343)	(53 735 343)	(22 801 692)	(76 537 035)
Unwinding of change in functional currency reserve	—	—	—	—	—	(10 450 029)	—	—	(10 450 029)	11 350 662	900 633	—	900 633
Transactions with owners in their capacity as owners	—	—	—	—	—	—	—	—	—	—	—	10 965	10 965
Share based payment charge	—	—	—	—	—	—	—	1 423 142	1 423 142	—	1 423 142	—	1 423 142
Balance at 31 December 2019	49 373 483	88	159 501 089	(115 742 020)	713 363 390	182 121 000	(6 060 792)	8 370 982	782 052 560	3 442 433 752	4 433 360 972	1 705 160 711	6 138 521 683
HISTORICAL													
Balance at 30 June 2018	5 597 264	10	17 811 532	(13 134 620)	140 568	—	(687 790)	854 922	(12 826 920)	204 288 168	214 870 054	105 044 735	319 914 789
Profit for the year	—	—	—	—	—	—	—	—	—	176 786 870	176 786 870	62 051 802	238 838 672
Other comprehensive income	—	—	—	—	111 460 831	—	—	—	111 460 831	—	111 460 831	4 661 837	116 122 668
Dividend paid	—	—	—	—	—	—	—	—	—	(22 025 824)	(22 025 824)	(12 215 008)	(34 240 832)
Effect of change in functional currency	—	—	—	—	—	282 177 143	—	—	282 177 143	—	282 177 143	117 239 940	399 417 083
Unwinding of change in functional currency reserve	—	—	—	—	—	(7 482 514)	—	—	(7 482 514)	7 482 514	—	—	—
Transactions with owners in their capacity as owners	—	—	—	—	—	—	—	—	—	(1 761 937)	(1 761 937)	(621 656)	(2 383 593)
Share based payment charge, net of tax	—	—	—	—	—	—	—	1 408 030	1 408 030	—	1 408 030	—	1 408 030
Balance at 30 June 2019	5 597 264	10	17 811 532	(13 134 620)	111 601 399	274 694 629	(687 790)	2 262 952	374 736 570	364 769 791	762 915 167	276 161 650	1 039 076 817
Issue of shares	50 500	—	2 546 210	—	—	—	—	(1 084 740)	(1 084 740)	—	1 511 970	—	1 511 970
Profit for the period	—	—	—	—	—	—	—	—	—	678 848 152	678 848 152	311 832 689	990 680 841
Other comprehensive income	—	—	—	—	355 895 633	—	—	—	355 895 633	—	355 895 633	25 363 806	381 259 439
Dividend paid	—	—	—	—	—	—	—	—	—	(46 105 069)	(46 105 069)	(15 983 620)	(62 088 689)
Unwinding of change in functional currency reserve	—	—	—	—	—	(14 906 535)	—	—	(14 906 535)	16 191 251	1 284 716	—	1 284 716
Transactions with owners in their capacity as owners	—	—	—	—	—	—	—	—	—	—	—	10 965	10 965
Share based payment charge	—	—	—	—	—	—	—	934 705	934 705	—	934 705	—	934 705
Balance at 31 December 2019	5 647 764	10	20 357 742	(13 134 620)	467 497 032	259 788 094	(687 790)	2 112 917	715 575 633	1 013 704 125	1 755 285 274	597 385 490	2 352 670 764

Abridged Reviewed Group Statement of Cash Flows

	INFLATION-ADJUSTED		HISTORICAL	
	6 months ended 31 Dec 2019 ZWL	6 months ended 31 Dec 2018 ZWL	6 months ended 31 Dec 2019 ZWL	6 months ended 31 Dec 2018 ZWL
Cash generated from operating activities	181 601 899	101 036 697	(70 695 399)	(10 224 365)
interest income	26 048 616	8 775 829	19 231 662	1 027 982
interest expense	(86 992 442)	(41 116 645)	(62 565 627)	(5 211 727)
tax paid	(55 353 263)	(48 678 455)	(36 355 463)	(6 408 040)
Total cash available from operations	65 304 810	20 017 426	(150 384 827)	(20 816 150)
Investing activities	(258 807 111)	(287 706 306)	(180 739 237)	(32 275 503)
Net cash outflows before financing activities	(193 502 301)	(267 688 880)	(331 124 064)	(53 091 653)
Financing activities	27 533 198	82 533 849	486 004 473	48 607 573
Net decrease in cash and cash equivalents	(165 969 103)	(185 155 031)	154 880 409	(4 484 080)
Effects of currency translation on cash and cash equivalents - foreign operations	201 555 871	—	201 555 871	—
Cash and cash equivalents at the beginning of the period	466 955 690	533 137 908	146 106 180	60 501 483
Cash and cash equivalents at the end of the period	502 542 458	347 982 877	502 542 460	56 017 403

Supplementary Information

1 Operating Segments

The Group's operations comprise of the Mill-Bake, Protein, Other Light Manufacturing and Services businesses and Head Office Services Segments explained as follows:

Mill-Bake Segment - reports the results of the Group's interests in National Foods Holdings Limited, the Bakery division and non-controlling interest in Profecds (Private) Limited.

Protein Segment - reports the results of the Group's interests in the Colcom division, Irvine's Zimbabwe (Private) Limited, Associated Meat Packers (Private) Limited (AMP) and Intercane Investments (Private) Limited.

Other Light Manufacturing and Services - reports the results of the Group's controlling interests in Natpak (Private) Limited, Pro Dairy (Private) Limited, Pangolin Investments (Private) Limited, Pro Bottlers (Private) Limited, and associated interests in Pro Brands (Private) Limited, Innscor Appliance Manufacturing (Private) Limited t/a Capri, Paperhole Investments (Private) Limited and Afrigrain Trading Limited.

Head Office Services - reports the Group's shared services functions of treasury, legal, tax, audit, payroll and information technology.

	INFLATION-ADJUSTED					Total ZWL
	Mill-Bake ZWL	Protein ZWL	Manufacturing and Services ZWL	Other Light Head Office Services ZWL	Adjustments ZWL	
Revenue						
31 December 2019	2 650 399 436	1 322 363 853	720 041 161	22 980 821	(448 103 650)	4 267 681 621
31 December 2018	2 110 916 167	1 174 925 334	562 091 018	25 748 308	(199 104 084)	3 674 576 743
Operating profit/(loss) before depreciation and amortisation						
31 December 2019	431 292 261	192 423 258	73 611 188	(21 880 177)	(42 472)	675 404 058
31 December 2018	229 230 410	119 838 490	70 560 033	(7 487 466)	—	412 141 467
Depreciation and amortisation						
31 December 2019	59 525 674	47 952 177	44 853 815	2 715 869	559 514	155 607 049
31 December 2018	30 254 620	26 340 279	15 251 736	1 011 366	1 225 411	74 083 412
Equity accounted earnings						
31 December 2019	72 420 042	—	121 607 256	—	—	194 027 298
31 December 2018	46 595 693	—	44 467 618	—	—	91 063 311
Profit/(loss) before tax						
31 December 2019	359 405 433	157 125 265	56 999 745	115 301 349	(62 710)	688 769 082
31 December 2018	338 789 848	149 067 348	127 898 754	(8 528 650)	(1 331 304)	605 895 996
Segment assets						
31 December 2019	3 596 961 419	1 728 675 443	1 101 173 126	2 410 112 854	(511 154 565)	8 325 768 277
30 June 2019	3 394 258 534	1 665 617 736	1 280 035 586	811 135 137	480 979 307	7 632 026 300
Segment liabilities						
31 December 2019	1 000 890 531	630 010 210	370 165 354	401 349 255	(215 168 756)	2 187 246 594
30 June 2019	1 098 781 849	561 186 940	470 993 294	444 121 168	(171 920 877)	2 403 162 374
Capital expenditure						
31 December 2019	51 105 476	29 715 083	28 207 594	42 444 572	—	151 472 725
31 December 2018	100 312 474	62 675 761	61 093 720	3 762 402	—	227 844 357
	HISTORICAL					
Revenue						
31 December 2019	1 800 273 630	898 210 565	489 085 191	15 609 634	(304 372 682)	2 898 806 338
31 December 2018	281 426 320	156 640 476	74 937 702	3 432 752	(26 544 460)	489 892 790
Operating profit/(loss) before depreciation and amortisation						
31 December 2019	608 983 776	271 701 240	103 938 844	(30 894 765)	(59 970)	953 669 125
31 December 2018	44 770 715	23 405 511	13 780 995	(1 462 368)	—	80 494 853
Depreciation and amortisation						
31 December 2019	11 779 308	9 489 073	8 875 950	537 433	110 720	30 792 483
31 December 2018	3 446 462	3 000 559	1 737 405	115 210	139 593	8 439 229
Equity accounted earnings						
31 December 2019	49 553 974	—	83 210 706	—	—	132 764 680
31 December 2018	6 343 275	—	6 053 571	—	—	12 396 846
Profit/(loss) before tax						
31 December 2019	634 554 121	277 415 074	100 636 829	203 572 177	(110 719)	1 216 067 482
31 December 2018	46 090 339	20 279 724	17 399 863	(1 160 272)	(181 116)	82 428 538
Segment assets						
31 December 2019	1 807 968 132	868 897 313	553 491 041	1 211 413 392	(256 925 515)	4 184 844 363
30 June 2019	751 024 643	368 539 978	283 224 822	179 474 389	106 423 040	1 688 686 872
Segment liabilities						
31 December 2019	838 408 075	527 735 682	310 073 492	336 195 064	(180 238 714)	1 832 173 599
30 June 2019	297 016 858	151 697 065	127 316 399	120 052 469	(46 427 736)	649 655 055
Capital expenditure						
31 December 2019	34 490 732	20 054 504	19 037 110	28 645 548	—	102 227 894
31 December 2018	12 239 961	7 647 592	7 454 554	459 082	—	27 801 189

Supplementary Information (continued)

	INFLATION-ADJUSTED		HISTORICAL	
	31 Dec 2019 ZWL	31 Dec 2018 ZWL	31 Dec 2019 ZWL	31 Dec 2018 ZWL
2 Financial income				
Exchange (losses)/gains - realised	(2 119 739)	612 647	2 048 483	80 649
Exchange (losses)/gains - unrealised	(5 630 456)	2 884 978	(5 242 642)	379 779
Profit on restructure of associate and subsidiaries	—	20 982 644	—	2 228 416
Profit on disposal of property, plant and equipment and intangible assets	358 247	7 529 758	567 127	874 666
Other	9 753 965	3 920 937	6 406 305	533 931
	2 362 017	35 930 964	3 779 273	4 097 441
3 Future lease commitments				
Payable within one year	10 389 531	18 512 138	10 389 531	2 980 037
Payable two to five years	27 460 376	70 637 961	27 460 376	11 371 120
Payable after five years	994 988	14 871 212	994 988	2 393 930
	38 844 895	104 021 310	38 844 895	16 745 087
4 Commitments for capital expenditure				
Contracts and orders placed Authorised by Directors but not contracted	40 087 423	95 992 509	40 087 423	15 452 631
	75 619 216	66 794 417	75 619 216	10 752 396
	115 706 639	162 786 926	115 706 639	26 205 027

The capital expenditure is to be financed out of the Group's own resources and existing borrowing facilities.

	INFLATION-ADJUSTED		HISTORICAL	
	31 Dec 2019 ZWL	30 Jun 2019 ZWL	31 Dec 2019 ZWL	30 Jun 2019 ZWL
5 Inventories				
Consumable stores	135 013 212	150 023 789	101 359 028	33 554 866
Finished products, net of allowance for obsolescence	291 332 094	166 356 208	218 712 950	37 207 834
Raw materials and packaging	487 489 537	700 672 666	365 975 041	156 714 995
Goods in transit	—	1 364 652	—	305 233
Work in progress	15 262 510	17 051 583	11 458 087	3 813 819
	929 097 353	1 035 468 898	697 505 106	231 596 747
6 Trade and other receivables				
Trade receivables	422 384 421	347 774 299	422 384 421	108 815 409
Prepayments	922 024 445	671 619 599	692 195 234	150 216 887
Rental deposits	2 873 537	9 130 637	2 873 537	2 856 893
VAT receivable	29 457 842	31 575 340	29 457 842	9 879 636
Other receivables	123 713 258	140 898 223	123 713 258	44 085 770
	1 500 453 503	1 200 998 098	1 270 624 292	315 854 595
Allowance for credit losses	(9 302 363)	(29 251 801)	(9 302 363)	(9 152 622)
	1 491 151 140	1 171 746 297	1 261 321 929	306 701 973
7 Trade and other payables				
Trade payables	420 044 641	490 658 215	420 044 641	153 522 484
Accruals	156 928 721	184 145 155	156 928 721	57 617 341
Other payables	197 428 635	198 511 649	197 428 635	62 112 486
	774 401 997	873 315 019	774 401 997	273 252 311
8 Interest-Bearing Borrowings				
Interest-bearing borrowings constitute bank loans from various local financial institutions which accrue interest at an average rate of 30.15% at the end of the period.				
These facilities expire at different dates and will be reviewed and renewed when they mature.				
9 Earnings per share				

	INFLATION-ADJUSTED		HISTORICAL	
	31 Dec 2019 ZWL	31 Dec 2018 ZWL	31 Dec 2019 ZWL	31 Dec 2018 ZWL
a Net profit attributable to equity holders of the parent	416 905 676	297 004 513	678 848 151	44 948 714
b Reconciliation of basic earnings to headline earnings				
Profit for the period attributable to equity holders of the parent	416 905 676	297 004 513	678 848 151	44 948 714
Adjustment for non-headline items (gross of tax):				
Profit on disposal of property, plant and equipment and intangible assets	2 (358 247)	(7 529 758)	(567 127)	(966 844)
Profit on restructure/disposal of associates/subsidiaries	2 —	(20 982 644)	—	(2 228 415)
Tax effect on adjustments	88 559	1 938 913	146 035	248 962
Non-controlling interests' share of adjustments	58 040	2 768 027	90 624	306 901
Headline earnings attributable to ordinary shareholders	416 694 028	273 199 051	678 517 683	42 309 318
c Reconciliation of weighted average number of ordinary shares	No. of shares issued	No. of shares issued	No. of shares issued	No. of shares issued
Number of shares in issue at the beginning of the period	559 726 450	559 726 470	559 726 470	559 726 470
Add: Weighted Average number of shares issued during the period	686 141	—	686 141	—
Deduct: Weighted Average number of Treasury Shares	(1 818 912)	(1 818 912)	(1 818 912)	(1 818 912)
Weighted average number of ordinary shares before effect of dilution	558 593 679	557 907 558	558 593 699	557 907 558
Add: Effect of dilution from Indigenisation transaction share options, Group Employee Share Trust options and the 2016 Innscor Africa Limited Share Option Scheme	21 936 934	4 950 495	21 936 934	4 950 495
Weighted average number of ordinary shares adjusted for the effect of dilution	580 530 613	562 858 053	580 530 633	562 858 053
Basic earnings per share (cents)	74.63	53.24	121.53	8.06
Headline earnings per share (cents)	74.60	48.97	121.47	7.58
Diluted basic earnings per share (cents)	71.81	52.77	116.94	7.99
Diluted headline earnings per share (cents)	71.78	48.54	116.88	7.52

	INFLATION-ADJUSTED		HISTORICAL	
	31 Dec 2019 ZWL	30 June 2019 ZWL	31 Dec 2019 ZWL	30 June 2019 ZWL
10 Contingent liabilities				
Guarantees				