

AFRICA CLEAN ENERGY SOLUTIONS LIMITED

Incorporated in the Republic of Mauritius
Registration number: 152282 C1/GBL
Having its registered office address at
c/o Intercontinental Trust Ltd, Level 3, Alexander House
35 Cybercity, Ebene 72201, Mauritius
SEM share code: ACES.N0000
ISIN: MU0620N00008
(“ACES Renewables” or the “Company” or the “Group”)



ABRIDGED UNAUDITED CONSOLIDATED FINANCIAL STATEMENTS FOR THE THREE MONTHS ENDED 30 SEPTEMBER 2021

REVIEW OF THE RESULTS

It is with great pleasure that we present the unaudited consolidated financial statements for the three months ended 30 September 2021.

Results

During the period the Board of ACES Renewables (the “**Board**”) made the decision to dispose its assets held in Namibia, which comprises of a 15% shareholding in both NCF Energy (Pty) Ltd and Tandii Investments (Pty) Ltd through its subsidiary of Africa Renewable Clean Power (Pty) Ltd. The assets were sold during this quarter for USD 1,107,932, out of which a balance of USD 975,642 has already been paid and the balance is payable subject to the conditions imposed by the Electricity Control Board of Namibia. With this injection of funds, creditors were cleared, and capital left in the bank to cover certain expenses going forward.

The above disposal constitutes an undertaking in the ordinary course of business of the Company and therefore does not fall under the scope of Chapter 13 of the Listing Rules of the Stock Exchange of Mauritius Ltd.

Our South African associate SACE Projects (Pty) Limited continues to engage in commercial PV installations, completing a 300kW solar installation during the quarter with a 600kW solar installation for a large local steel manufacturer in progress.

These results are in line with the expectations of Management, and with COVID-19 restrictions relaxing we are focusing on finalising the current portfolio of four plants, two in South Africa, Uitenhage, and Mpumalanga, and two plants in Uganda and Kenya.

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	Unaudited as at 30 September 2021	Audited as at 30 June 2021
ASSETS	US\$	US\$
Non Current Assets		
Property, plant and equipment	791	968
Loans to related parties	2,274,583	2,332,841
Total non current assets	2,275,374	2,333,809
Current Assets		
Loans to related parties	149,089	5,264
Cash and cash equivalents	765,491	111,752
Total current assets	914,580	117,016
Non current assets classified as held for sale	-	1,170,294
Total assets	3,189,954	3,621,119
EQUITY AND LIABILITIES		
Equity		
Stated capital	3,407,721	3,407,721
Equity component of convertible loan	31,286	31,286
Foreign currency translation reserve	(55,038)	79,764
Financial assets at fair value through other comprehensive income reserve	-	(93,066)
Accumulated loss	(1,892,111)	(1,654,286)
Equity attributable to owners of the parent	1,491,858	1,771,419
Non-controlling interest	(178,722)	(48,345)
Total equity	1,313,135	1,723,074
Current Liabilities		
Borrowings	18,011	17,507
Accruals and payables	1,553,854	1,563,183
Amounts payable to related parties	304,953	317,355
Total liabilities	1,876,818	1,898,045
Total equity and liabilities	3,189,953	3,621,119
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Number of shares in issue	29,275,770	29,275,770
Net asset value per share	0.0510	0.0605

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	Unaudited for the three months to 30 September 2021	Unaudited for the three months to 30 September 2020
	US\$	US\$
INCOME		
Interest on loan	47,197	38,542
Dividend income and management fees	12,255	25,761
Gain on partial disposal of associated company	-	182,587
Exchange gains	-	72,102
	59,452	318,992
EXPENSES		
Professional fees	(30,287)	(15,466)
Audit fees	(12,911)	(14,608)
Directors' fees	(80,500)	(80,500)
Dividends paid	(122,658)	-
Accounting fees	(16,490)	(18,055)
Legal fees	(684)	(3,914)
Interest expenses	(4,860)	(2,880)
Consulting fees	(21,451)	(20,822)
Bank charges	(614)	(170)
Exchanges loss	(145,250)	-
Other operating expenses	(2,624)	(7,116)
	(438,329)	(163,531)
(Loss) profit before taxation	(378,876)	155,461
Taxation	(30,503)	-
(Loss) profit for the period	(409,379)	155,461
Other comprehensive gain for the period	425,420	17,659
Total comprehensive gain for the period	16,041	173,120
Loss attributable to:		
Non-controlling interests	(127,771)	(5,231)
Owners of the company	(281,608)	160,692
	(409,379)	155,461
Total comprehensive gain (loss) attributable to:		
Non-controlling interests	330,320	(1,331)
Owners of the company	(314,279)	174,451
	16,041	173,120
Weighted average number of shares	29,275,770	29,221,857
Basic earnings per share	0.0005	0.0055

CONSOLIDATED STATEMENT OF CASH FLOWS

	Unaudited for the three months to 30 September 2021	Unaudited for the three months to 30 September 2020
	US\$	US\$
Net cash (used in) generated from operating activities	(176,055)	542
Net cash flows from (used in) investing activities	977,121	(764)
Net cash flows used in financing activities	(147,326)	-
Net increase (decrease) in cash and cash equivalents	653,740	(222)
Cash and cash equivalents at beginning of period	111,751	26,844
Cash and cash equivalents at end of period	765,491	26,622

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

2020	Stated capital	Equity component of convertible loan	Subscription monies received in advance	Foreign currency translation reserves	Retained earnings	Equity attributable to owners of the company	Non-controlling interest	Total equity
	US\$	US\$	US\$	US\$	US\$	US\$	US\$	US\$
Balance at 01 July 2020	3,247,721	32,995	140,000	5,479	(1,745,607)	1,680,588	(67,824)	1,612,764
Profit for the period	-	-	-	-	160,692	160,692	(5,231)	155,461
Foreign currency translation reserves	-	-	-	13,759	-	13,759	3,900	17,659
Total comprehensive loss for the period	-	-	-	13,759	160,692	174,451	(1,331)	173,120
Issue of shares	160,000	-	(140,000)	-	-	20,000	-	20,000
Balance at 30 September 2020	3,407,721	32,995	-	19,238	(1,584,915)	1,875,039	(69,155)	1,805,884

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

2021	Stated capital	Equity component of convertible loan	Foreign currency translation reserves	Financial assets at fair value through other comprehensive income reserve	Accumulated loss	Equity attributable to owners of the company	Non-controlling interest	Total equity
	US\$	US\$	US\$	US\$	US\$	US\$	US\$	US\$
Balance at 01 July 2021	3,407,721	31,286	79,764	(93,066)	(1,654,286)	1,771,419	(48,346)	1,723,074
Loss for the period	-	-	-	-	(281,608)	(281,608)	(127,771)	(409,379)
Other comprehensive income	-	-	51,330	-	(142,362)	(91,032)	257,937	166,905
Total comprehensive income for the period	-	-	51,330	-	(423,970)	(372,640)	130,166	(242,474)
Transfer to accumulated loss from financial assets at fair value through other comprehensive income	-	-	-	93,066	-	93,066	(260,543)	(167,477)
Equity investments	-	-	-	-	13	13	-	13
Balance at 30 September 2021	3,407,721	31,286	131,094	-	(2,078,243)	1,491,858	(178,722)	1,313,135

NOTES:

- The company is required to publish interim quarterly consolidated unaudited financial results in terms of the SEM Listing Rule 12.19.
- The abridged unaudited consolidated financial statements for the three months ended 30 September 2021 (“**abridged unaudited consolidated financial statements**”) have been prepared in accordance with the measurement and recognition requirements of IFRS, the information contained in IAS 34: Interim Financial Reporting, the SEM Listing Rules and the Securities Act 2005, using the same accounting policies as those of the audited consolidated financial statements for the year ended 30 June 2021.
- The abridged unaudited consolidated financial statements have not been reviewed or reported on by the company’s external auditors. These abridged unaudited consolidated financial statements were approved by the Board of Directors on 21 February 2022.
- Copies of the abridged unaudited consolidated financial statements and the Statement of direct and indirect interests of each officer of the company, pursuant to rule 8(2) (m) of the Securities (Disclosure Obligations of Reporting Issuers) Rules 2007, are available free of charge, upon request at the Registered Office of the company at c/o Intercontinental Trust Limited, Level 3, Alexander House, 35 Cybercity, Ebene 72201, Mauritius.
- This communiqué is issued pursuant to SEM Listing Rules 11.3 and 12.20. The Board accepts full responsibility for the accuracy of the information contained in this communiqué. Contact person: Mrs. Smitha Algoo- Bissonauth.

By order of the Board

Intercontinental Trust Limited
Company Secretary

22 February 2022

For further information, please contact:

SEM Authorised Representative & Sponsor



+230 402 0890

Company Secretary



+230 403 0800