

ABRIDGED UNAUDITED INTERIM CONSOLIDATED REPORTS FOR PERIOD ENDED 30 SEPTEMBER 2020

STATEMENT OF FINANCIAL POSITION

	As at 30 Sep 2020 Unaudited	As at 30 Jun 2020 Audited
	USD	USD
ASSETS		
Non-current assets	13,021,201	10,850,983
Current assets	6,709,404	8,633,658
Total assets	19,730,605	19,484,641
Equity		
Stated capital	22,000,100	22,000,100
Retained earnings	(2,482,426)	(2,741,406)
Equity attributable to owners of the parent	19,517,674	19,258,694
Non-controlling interest	(7,421)	(6,581)
Total equity	19,510,253	19,252,113
LIABILITIES		
Non-current liabilities	154,470	176,075
Current liabilities	65,882	56,453
Total liabilities	220,352	232,528
Total equity and liabilities	19,730,605	19,484,641

STATEMENT OF CHANGES IN EQUITY

	Stated Capital USD	Retained earnings USD	Attributable to owners of the parent USD	Non-controlling interests USD	Total Equity USD
At 1 July 2019	22,000,100	3,273,880	25,273,980	(9,769)	25,264,211
Change in shareholding not resulting in loss of control	-	(9,840)	(9,840)	9,840	-
Profit/(loss) for the year	-	(6,005,446)	(6,005,446)	(6,652)	(6,012,098)
At 30 June 2020	22,000,100	(2,741,406)	19,258,694	(6,581)	19,252,113
At 1 July 2020	22,000,100	(2,741,406)	19,258,694	(6,581)	19,252,113
Profit/(loss) for the period	-	258,980	258,980	(840)	258,140
At 30 September 2020	22,000,100	(2,482,426)	19,517,674	(7,421)	19,510,253

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	3 Months to 30 Sep 2020 Unaudited	3 Months to 30 Sep 2019 Audited
	USD	USD
Turnover	124,931	123,807
Foreign exchange gain	124,343	-
Net gain/(loss) on financial asset at fair value through profit	170,218	(112,847)
Administrative expenses	(161,049)	(58,123)
Operating profit	258,443	(47,163)
Finance income	47	2,315
Finance costs	(1,551)	(1,551)
Profit/(Loss) before tax	258,490	(46,399)
Income tax expense	(349)	(2,474)
Profit/(Loss) for the period	258,141	(49,073)
Profit/(Loss) attributable to:		
Equity holder of the Company	258,980	(46,668)
Non-controlling interest	(839)	(2,405)
TOTAL COMPREHENSIVE INCOME/(LOSS) FOR THE PERIOD	258,141	(49,073)
Earnings/(Loss) per share	0.01	(0.00)

COMMENTS

1. LEGAL STATUS AND BUSINESS ACTIVITY

Trans Switch Africa Holdings Ltd is a Public Company, incorporated on 21 April 2016, holding a Global Business Licence Category 1 and was listed on the SEM on 06 February 2018. The Company's registered office is c/o SAFYR UTILIS FUND SERVICES LTD, 7th Floor, tower 1, NeXteracom, Cybercity, Ebene, 72201, Mauritius. The principal activity of the Company is that of an investment holding company.

2. NET ASSET VALUE ("NAV")

The NAV per share at 30 September 2020 was USD 0.89 compared to USD 0.88 as at 30 June 2020. Retained earnings is still negative due to the impairment loss on Goodwill of USD 6 million which was recognised in the previous financial year.

3. COMMENTARY

Whilst the Group operating profit increased, the reported profit was mainly as a result of the fair value movement in the market value of its portfolio of investments and foreign exchange gains. The increase in respect of financial assets is mainly due to an improved performance in the market to which the portfolio is exposed to. Increased expenditure was incurred in investigating new market opportunities.

Covid-19

As at September 30, 2020, a great number of cases of Covid-19 virus had been reported to the World Health Organisation. Following the widespread global outbreak of the virus, on March 11, 2020, the World Health Organisation declared the COVID-19 outbreak to be a pandemic. The identification of the virus post March 11, 2020 and its subsequent spread, is considered as an event with much uncertainty on the real impact world wide. There are meaningful direct and indirect effects developing with companies across multiple industries across the world.

As at the date of this report, it is not possible to reliably estimate the full financial effect (if any) of the virus on the company's operations. The Board of Directors will continue to monitor the impact COVID-19 has on the Group and reflect the consequences as appropriate in the subsequent accounting and reporting periods.

The Company currently holds 100% equity in AfriSwitch Limited (AfriSwitch), 100% equity in Blue Sapphire S.A (Blue Sapphire), and 80% equity in Identity International Ltd (Identity).

Business Activity of AfriSwitch

The principal activity of AfriSwitch is an investment holding and it also provide services to the banking, retail and corporate industry, offering a turnkey solution relating to any form of electronic transaction processing and account hosting services.

Business Activity of Blue Sapphire

The principal activity of Blue Sapphire is the holding of the intellectual property rights to certain software used in the financial services industry. This software is licenced to AfriSwitch that uses the software in rendering its services.

Business Activity of Identity

The principal activity of Identity is that of providing solutions for personal and commercial Information Management and Verification Service, to serve both consumers and business entities.

Others:

The reports have been prepared in accordance with International Financial Reporting Standards. The reports have been prepared on the same basis as the accounting policies and methods of computation set out in the audited Financial Statements of the Company for the year ended 30 June 2020, except for the adoption of relevant amendments to published Standards, Standards and Interpretations issued and effective for accounting period starting on or after 1 July 2020.

By Order of the Board
SAFYR UTILIS FUND SERVICES LTD
Company Secretary
11 November 2020

STATEMENT OF CASH FLOWS

	3 Months to 30 Sep 2020 Unaudited	3 Months to 30 Sep 2019 Audited
	USD	USD
Net cash from/(used in) operating activities	37,769	(69,407)
Net cash (used in)/from investing activities	(1,999,953)	2,315
Net cash used in financing activities	(21,605)	(605)
Decrease in cash and cash equivalents	(1,983,789)	(67,697)
Opening cash and cash equivalents	8,176,925	589,640
Closing cash and cash equivalents	6,193,136	521,943

Any reference to future financial information included in the financial statements for the 3 months ended 30 September 2020 is the responsibility of the Board and has not been reviewed or reported on by the Group's external auditors. The forecast growth is based on assumptions, including assumptions that a stable regional, political and economic environment as well as the stable global macro-economic environment will prevail.

The Board of Directors of Trans Switch Africa Holdings Ltd accepts full responsibility for the accuracy of the information contained in this quarterly report issued pursuant to Listing Rule 12.20 of the Stock Exchange of Mauritius and to Section 88 of the Securities Act 2005.

The statement of direct and indirect interests of insiders required under rule 8(2)(m) of the Securities (Disclosure Obligations of Reporting Issuers) Rules 2007 is available upon request and copies of this report are available to the public, free of charge, at the registered office of the Company, in Ebene.