**UNIVERSAL PARTNERS LIMITED**
(Incorporated in the Republic of Mauritius)
(Registration number: 138035 C1/GBL)
SEM share code: UPL.N0000
JSE share code: UPL
ISIN: MU0526N00007
("**Universal Partners**" or "**the Company**")

UNIVERSAL PARTNERS

**SUMMARISED AUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2020**

Universal Partners has a primary listing on the Official Market of the Stock Exchange of Mauritius Ltd ("**SEM**") and a secondary listing on the Alternative Exchange of the JSE Limited ("**JSE**").

**PRINCIPAL ACTIVITY**

The principal activity of the Company is to hold investments in high quality, growth businesses across Europe, with a focus on the United Kingdom ("**UK**"). The Company's investment mandate also allows up to 20% of total funds at the time an investment is made to be invested outside the UK and Europe.

The Company's primary objective is to achieve strong capital appreciation in Pounds Sterling ("**GBP**") over the medium to long-term by investing in businesses that meet the investment criteria set out in the Company's investment policy.

**BUSINESS REVIEW**

Since its listing on the SEM and the JSE, the Company has worked closely with its investment advisor, Argo Investment Managers ("**Argo**"), to identify potential investments that meet its investment criteria.

The Company has now completed six investments since its listing up to the reporting date and continues to build a pipeline of new investments.

In December 2019, the Company concluded agreements with RMB International (Mauritius) ("**RMB**") for a term loan facility. The total amount of the facility is GBP 16.5 million, which is available for making new investments, follow-ons in existing investments, and covering working capital requirements. The Company drew down GBP 7.8 million of the facility in January 2020 when it completed its most recent investment, Techstream Group.

The Covid-19 pandemic continues to have a global impact on economies, companies, their staff and their customers. Many countries imposed lockdowns during the period from March to June 2020, with some allowing increased activity near the end of this period. Globally, most businesses were adversely impacted by these lockdowns and have struggled to return to pre-Covid trading levels once these restrictions were lessened. The Company's investments were not immune to the effects of the lockdown restrictions and all companies experienced a reduction in revenue to some degree. In all cases management were quick to take action, firstly to protect staff and customers, and secondly to mitigate the adverse impact of lockdown restrictions on the business. Wherever possible, staff moved from working onsite to working remotely, costs were cut and measures to conserve cash, whilst still allowing efficient and effective operations, were initiated. Post the easing of lockdown restrictions, all businesses have seen a rebound in financial results and in some cases revenues are approaching 100% of pre-Covid-19 levels. The Argo team remained in close contact with portfolio company management and boards throughout the pandemic, providing support and insight to the management teams, and information on current trading and contingency plans to the Company's Investment Committee and Board.

The Company, with assistance from Argo, performed detailed valuations of its investments at 30 June 2020 using the most current information available and the businesses' actual trading performance to the middle of August 2020. The impact of Covid-19 has resulted in fair value impairment provisions against the valuations of Dentex and Techstream as at 30 June 2020; however, the Company is confident that these businesses are capable of restoring performance over a 12 to 24-month timeframe.

Despite a dip in performance during March and April 2020 due to the UK national lockdown, the Company's investment in **JSA Services Limited ("JSA")** has performed well since the Company's acquisition in May 2018. Due to a combination of acquisitive and organic growth, JSA's normalised EBITDA has almost doubled since the investment was made and the Company has accordingly increased the valuation of this investment from its original cost to its current fair value.

The Company has carefully considered the fair value of its investments in YASA Limited and SC Lowy Partners and has concluded that no adjustment to the current carrying values is necessary.

**Dentex Healthcare Group Limited** ("**Dentex**")
www.dentexhealth.co.uk

Dentex concluded the acquisition of a further 14 dental practices between July 2019 and February 2020. Dentex is now the second largest private focused dental corporate in the UK with 73 practices and is one of the fastest growing companies in its sector. During the year, Dentex raised a total of GBP 25 million in new equity to partly fund its buy and build strategy, with Universal Partners contributing GBP 9 million of this amount. In addition, Dentex secured a GBP 67 million committed debt facility in December 2019. At 30 June 2020, the business had GBP 35 million undrawn debt capacity available to fund future acquisitions.

Following the UK government enforced lockdown, the Chief Dental Officer instructed all dental practices to close during the week commencing 30 March 2020. As a result, the business did not earn any private dental revenue during April and May 2020. Dentex continued to earn revenue from its contracts with the National Health Service ("**NHS**") and from private capitation schemes.

Dentex management have worked hard to cut costs, access government support schemes and support their partner dental practitioners and staff, who have expressed their appreciation of the benefits of being part of a substantial organisation during this difficult period.

Government guidance allowed private practices to reopen on 8 June 2020, subject to additional infection prevention and control procedures. The practices have rebounded strongly since reopening and revenues are currently at 80% to 90% of pre-Covid-19 levels. The Company expects further improvements in trading as the dentists adapt to the new operating environment and find ways to increase efficiency. For example, Dentex has started installing new air filtration systems in the practices and ensures that all practice staff have suitable personal protective equipment ("**PPE**") to facilitate the return to full capacity in a safe and secure manner.

Due to growing concerns regarding the potential impact of Covid-19 on the UK, Dentex suspended its acquisition activities in February in order to focus on its existing practices. Current market conditions suggest that acquisition multiples of single practices have decreased due to the lockdown, and the Dentex management team and shareholders are now of the view that there are attractive opportunities to acquire high quality practices. The business has a large and attractive pipeline of potential acquisitions, and would like to recommence acquisitions once it returns to pre-Covid-19 trading levels. Accordingly, the Dentex Board has agreed on a Term Sheet with existing and new shareholders to issue a further GBP 20 million of new equity. The Company's Investment Committee has approved participating in this round for an amount of GBP 2.5 million, alongside existing and new shareholders, subject to the conclusion of the long form agreements and the related conditions being met. Given current market conditions, the new round is priced at a 21% decrease to the pre-Covid-19 value and the Company's investment in Dentex has been written down accordingly. The Company is confident that Dentex will be able to restore its value once trading returns to pre-Covid-19 levels and acquisition activities resume.

Dentex's lenders have confirmed their belief in the Dentex business model and their willingness to support the company through this period. Following the introduction of the new shareholder equity described above, with a return to normal trading, the business will have access to its committed acquisition facility to partly fund the acquisition of further dental practices. The business is therefore well capitalised and able to deliver on its strategy of expanding and integrating its network of high quality, private focused dental practices.

**YASA Limited** ("**YASA**")
www.yasa.com

YASA is a specialist manufacturer of Axial Flux electric motors and innovative inverter controllers for the automotive and aerospace sector. The business continues to deliver according to its business plan, and during the year under review was unveiled as the supplier of the electric motor that provides the majority of hybrid power to the Ferrari SF90 Stradale, a hybrid supercar launched by Ferrari in the second half of 2019, and the most powerful road car that Ferrari has built to date. In addition to Ferrari, YASA continues to work on a number of confidential development programmes for bespoke motors with a number of well-known and highly regarded premium automotive manufacturers. YASA's bespoke and standard Axial

Flux e-motors provide higher power, at lighter weights and within more flexible packaging, than any of their competitors, and have now been proven in a number of applications, from electrified rolling railway stock in the UK, to Koenigsegg's hybrid supercars.

In the period under review, YASA launched a new range of inverter/controllers. Like the YASA motors, these inverter/controllers provide higher power output, in a lighter and more flexible package, than any competitors, and allow YASA to offer integrated motors and inverters alongside stand-alone products.

In addition to its activities in the automotive sector, YASA is involved in a number of programmes in the aerospace sector. Being lightweight whilst offering high power output, YASA motors are well suited to aerospace applications. The UK government has offered attractive grant funding to entities that can demonstrate practical solutions to achieving the dream of electric flight, and YASA is in advanced negotiations around grants for specific programmes with the relevant authorities.

YASA was able to remain relatively unscathed during the UK's Covid-19 lockdown. All staff that could work remotely were immediately supported to do so, whilst the factory was initially shut down for a period of 3 weeks in order to reconfigure it to comply in full with all new regulations and risk mitigation requirements. Factory workers returned to work in late April 2020, with the exception of those who were vulnerable or living in households with vulnerable members. The factory shut down coincided with customer factory shut downs, and hence did not adversely impact customer delivery. All commitments to customers, whether in the form of engineering development programmes or physical motors and inverters, have been met and YASA continued to outperform its business plan for the year. As a consequence, there was no adverse impact on the valuation of YASA due to Covid-19.

YASA raised additional equity funding of GBP 18.3 million in August 2019. This included an amount of c.GBP 10.3m from new investors, led by Oxford Sciences Innovation, a well-respected technology innovation fund based in Oxford with a mandate to invest in technology developed from research undertaken at Oxford University. The Company participated pari passu with existing investors by investing an amount of GBP 3 million. The round was priced at a premium to the price that the Company invested in August 2017, resulting in a write up of GBP 7.6 million in the fair value of the investment.

**SC Lowy Partners** ("**SC Lowy**")
www.sclowy.com

SC Lowy is a specialist market maker in distressed debt and high yield bonds in Asia, the Middle East and Europe, operating via a Primary Investment (PI) fund, Special Situations (SI) fund, Choeun Savings Bank in South Korea and Solution Bank in Italy.

Whilst absolute performance in the PI fund was muted in the first nine months of the period under review, as a result of benign credit markets, performance relative to competitor funds remained strong. The SI fund, which focuses on more concentrated positions, delivered strong outcomes on the transactions that were closed in the period, delivering an IRR in excess of 20% on all positions.

SC Lowy was able to move quickly during the Covid-19 related impact on Hong Kong in early 2020, which then spread to Italy, the UK and the US. Staff were assisted to work remotely during the relevant lockdowns, and were able to continue providing effective services to clients.

The Covid-19 related credit market dislocation in March 2020 manifested in adverse credit spreads, resulting in mark-to-market losses in the PI fund for the month. However, on a relative basis, the fund outperformed its competitors. Performance recovered in April and continued to demonstrate positive returns thereafter. SC Lowy expects its funds to perform strongly during periods of credit market dislocation; however, central bank liquidity and regulatory support to the banking sector in its markets resulted in limited restructuring opportunities over the subsequent period. SC Lowy management believe that this support will not continue indefinitely, and hence banks will need to start restructuring their balance sheets to remove non-performing loans, creating an opportunity for SC Lowy to act as market maker, earn advisory fees, and to participate in restructuring situations via the PI and SI funds.

Choeun Savings Bank in South Korea continued to deliver attractive returns on equity, despite the impact of Covid-19 in South Korea. The bank's management decreased activities in a number of business lines based on their view that available returns did not adequately compensate for risk.

Solution Bank in Italy has now increased Net Interest Margin and Operating Profit for the last six quarters, evidencing that the turnaround undertaken post acquisition has stabilised and improved performance. The Bank of Italy authorised Solution

Bank to raise deposits and originate assets across the Eurozone in March 2020, providing further opportunities for Solution Bank to continue growing Net Interest Margin and Operating Profits.

SC Lowy completed an equity raising round in March 2020, in terms of which new and existing investors contributed USD 25 million of new capital. A new investor took the majority of the round, which was priced at the same level as the Company invested into SC Lowy in December 2017. Accordingly, the valuation of the business has been maintained at its historical USD cost.

**JSA Services Limited** ("**JSA**")
www.jsagroup.co.uk

During the year, JSA completed the acquisition of two additional companies in its sector – Mango Pay and Liberty Bishop. This brings the number of acquisitions since the date of Universal Partners's investment in JSA to six companies and is in line with its stated strategy of being an industry consolidator. The integration of the various businesses has either been completed or is proceeding according to plan, demonstrating JSA's robust and scalable operational and IT platforms.

During the year, JSA experienced two significant adverse events in the form of a delay in April 2020 of the extension to the private sector of the IR35 labour regulations affecting flexible workers contracting via Personal Service Companies, along with the outbreak of Covid-19 and the subsequent lockdown in the UK. While both events resulted in a marked reduction in planned revenue in April 2020, the JSA management team responded swiftly and decisively by introducing Work From Home protocols and cutting costs wherever feasible, while continuing to provide a high level of service to all PSC clients and Umbrella Payroll staff.

After reaching a low point in April, revenue has continued to recover and JSA management expect that monthly revenue will reach pre-Covid-19 levels by the fourth quarter of 2020, coupled with the benefit of a lower cost base due to management actions. Despite the challenges outlined above, JSA is in a strong position to continue with its strategy of building its business organically and by acquisition.

As a result of acquisitive and organic growth since the Company's investment in JSA, normalised EBITDA has almost doubled. Consequently, the fair value of JSA has increased by an amount of GBP 6.3 million to GBP 15.8 million at 30 June 2020.

**TechStream ("TechStream")**
www.techstreamgroup.com

In January 2020, the Company invested GBP 7.8 million in Techstream via a drawdown against the RMB facility. The Company's investment, along with debt funding provided to Techstream Group by Investec Bank Plc, funded the merger of TechStream, Xcede and Etonwood, creating a global business with annual revenues of GBP 100m, over 650 technology, engineering and digital consultants on client sites and 220 internal employees across 9 global offices.

The global slowdown in economic activity related to Covid-19 resulted in a reduction in vacancies across many client sectors serviced by Techstream. However, since TechStream focuses on specific niches of the IT contracting and recruitment market, where the demand for skills significantly exceeds supply, management expects that vacancies for permanent and contract positions will increase in the near future. TechStream places candidates in roles which are critical to maintain business continuity and deliver digital transformation, both of which have become increasingly important as organisations have moved to remote working and cloud computing in the Covid-19 environment. Furthermore, increased cyber attacks are driving demand for enhanced cyber security. Trading stabilised during June and July 2020 and continued recovery is expected during the second half of the year. The impact on trading resulted in a valuation impairment of GBP 709,000 on the cost of the investment, as a result of a reduction and delay in expected future profits.

Although the second quarter of 2020 created a challenging environment for TechStream, significant progress was made in integrating the three businesses. Management successfully delivered long-term cost savings within the merged group and is building a scalable platform across multiple geographies. As client confidence returns, the business is well placed to capitalise on an expected increase in demand for specialist and scarce technical skills in the niches that Techstream services.

**Propelair**
www.propelair.com

Propelair recorded sales that were three times greater in the year than the previous year. Notwithstanding this excellent increase, overall sales were lower than budgeted, as a result of delays in completing negotiations with corporate clients in the UK and South Africa due to the Covid-19 related lockdown in those countries. The new Propelair management team continues to increase the number of sales partners and deliver a range of product enhancements, and has advised the Company that they have a substantial increase in the sales pipeline.

Propelair's efficient toilet not only reduces the volume of water used when flushing, but also has a low cost of ownership compared to conventional systems. The hygiene benefits of the Propelair unit have become highly relevant for all landlords, occupants, staff and customers, given that the company has proven that washrooms fitted with Propelair units have materially lower level of pathogens (bacteria and viruses) present, compared to conventional toilets. This is a result of the design of the Propelair toilet, since the flushing process completely suppresses all aerosols created by conventional flush toilets. Thus the company can demonstrate very substantial benefits in terms of hygiene, water savings, maintenance requirements and overall cost of ownership.

Propelair received funding from two major shareholders in the form of convertible loans during the year under review. These loans will convert into equity at the completion of a current equity round, which has included an oversubscription from members of the SEEDRS crowdfunding platform. This funding round will complete during September 2020.

Despite the demonstrated benefits of the product, the commitment of the Propelair management team and the enthusiastic response to the current funding round, the Company did not participate in the round, preferring instead to wait until sales and financial targets are met. The Company continues to adopt a cautious stance regarding the valuation of Propelair, valuing this investment at £1 at 30 June 2020.

**FINANCIAL REVIEW**

For the year under review, interest income included interest earned from providing short-term bridging loans to investee companies as well as interest earned from investing excess cash in interest bearing fixed deposits for periods of up to six months. Interest earned for the year amounted to GBP 111,217, which included interest of GBP 27,585 earned from cash balances and GBP 83,632 earned from providing short-term bridging loans. There were no loans outstanding at the end of the year.

Dividends received comprise an accrual raised on the preferred shares subscribed for by the Company in Techstream and amounted to GBP 248,430 for the year.

The Company participated in two capital raises by Dentex during the year for which it earned raising fees of GBP 128,000. These raising fees are included in other income.

As mentioned above, the valuations of the Company's investments have been assessed in detail at 30 June 2020 and the Company has recorded a net impairment charge of GBP 2,848,986 for the year under review. The investments in Dentex and Techstream were adversely affected by the Covid-19 pandemic, which resulted in their valuations being impaired by GBP 8,262,836 and GBP 957,518 respectively. The investment in JSA has seen strong growth in normalised EBITDA in the two years since the Company made this investment. Accordingly, Universal Partners has increased the fair value of this investment from its original cost to a current value of GBP 15,838,338 at 30 June 2020, equating to a fair value gain of GBP 6,371,368.

The Company's investment in SC Lowy is reflected at its original cost and is denominated in US Dollars ("**USD**"). During the year, the translation effect of exchange rate movements between the USD and the GBP resulted in a foreign exchange gain of GBP 364,406.

Management fees paid during the year amounted to GBP 1,571,149, incurred in terms of the investment management agreement between the Company and Argo. Transaction costs of GBP 9,968, relating to the additional investment in YASA, were incurred during the year. General and administrative expenses amounting to GBP 447,639 were incurred. The accrual for performance fees is calculated on the revaluation of the Company's investments. These fees, which are recalculated quarterly, only become payable to Argo if the Company realises the expected profit on disposal of the investments. No performance fees are payable to Argo until a successful exit of an investment has been achieved. The net decrease in the valuations of the Company's investments during the year resulted in a reduction of the accrual required. This had a positive impact on the income statement of GBP 731,723.

The Company paid interest of GBP 128,476 during the year on the RMB term loan facility.

**NET ASSET VALUE** ("**NAV**")

The NAV per share as at 30 June 2020 was GBP 1.095 (30 June 2019: GBP 1.143).

**LOSS AND EARNINGS PER SHARE**

The loss per share of 4.81 pence for the year ended 30 June 2020 and the profit per share of 11.10 pence for the year ended 30 June 2019 are based on the Company's loss after tax of GBP 3,478,437 for the year ended 30 June 2020 and profit after tax of GBP 8,034,054 for the year ended 30 June 2019 respectively. The weighted average of shares in issue for both reporting periods was unchanged at 72,350,131.

**DIVIDEND**

In line with the Company's investment strategy to achieve long-term growth in NAV, dividends are not declared on a regular basis. Accordingly, no dividend has been declared for the year under review.

**BASIS OF PREPARATION**

The summarised audited financial statements for the year ended 30 June 2020 ("**summarised audited financial statements**") have been prepared using accounting policies consistent with International Financial Reporting Standards ("**IFRS**") as issued by the International Accounting Standards Board ("**IASB**") and in accordance with International Accounting Standard (IAS) 34 – Interim Financial Reporting, the SEM Listing Rules, the Mauritian Securities Act 2005 and the JSE Listings Requirements.

The accounting policies and methods of computation adopted in the preparation of these summarised audited financial statements are consistent with those applied in the preparation of the audited financial statements for the year ended 30 June 2019.

The directors are not aware of any circumstances or matters arising subsequent to the period that require any additional disclosure or adjustment to these summarised audited financial statements.

**AUDITORS**

These summarised audited financial statements were approved by the board of directors of Universal Partners ("**Board**") on 8 September 2020. Grant Thornton, the external auditors, have issued an unmodified audit opinion on the Company's audited financial statements for the year ended 30 June 2020.

By order of the Board

**8 September 2020**

**Intercontinental Trust Limited**
Company secretary

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**NOTES**

Copies of these summarised audited financial statements as well as copies of the statement of direct or indirect interests of the Senior Officers of the Company pursuant to Rule 8(2)(m) of the Securities (Disclosure of Obligations of Reporting Issuers) Rules 2007 are available to the public upon request to the Company Secretary at the Registered Office of the Company at c/o Intercontinental Trust Limited, Level 3 Alexander House, 35 Cybercity, Ebene 72201, Mauritius.

This announcement is issued pursuant to the SEM Listing Rule 12.14, Section 88 of the Mauritian Securities Act 2005 and the JSE Listings Requirements.

The Board accepts full responsibility for the preparation of these summarised audited financial statements and for ensuring that the financial information has been correctly extracted from the underlying audited financial statements.

## SUMMARISED AUDITED STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2020

| | As at 30 June 2020 (Audited) GBP | As at 30 June 2019 (Audited) GBP |
|---|---|---|
| **Assets** | | |
| **Non-current** | | |
| Investments at fair value through profit and loss* | 87,806,011 | 70,284,178 |
| **Current** | | |
| Receivables and prepayments | 96,146 | 539,824 |
| Cash and cash equivalents | 582,560 | 14,220,935 |
| | **678,706** | **14,760,759** |
| **Total assets** | **88,484,717** | **85,044,937** |
| **Equity and Liabilities** | | |
| **Equity** | | |
| Stated capital | 71,847,164 | 71,847,164 |
| Retained earnings | 7,347,022 | 10,825,459 |
| | **79,194,186** | **82,672,623** |
| **Non current** | | |
| Borrowings | 7,631,250 | - |
| **Current** | | |
| Payables | 1,659,281 | 2,372,314 |
| **Total equity and liabilities** | **88,484,717** | **85,044,937** |
| **NAV per share** | **1.095** | **1.143** |

## SUMMARISED AUDITED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE YEAR ENDED 30 JUNE 2020

| | Year ended 30 June 2020 (Audited) GBP | Year ended 30 June 2019 (Audited) GBP |
|---|---|---|
| **Income** | | |
| Interest income | 111,217 | 289,110 |
| Dividend income | 248,430 | - |
| Other income | 128,000 | 136,252 |
| **Total income** | 487,647 | 425,362 |
| | | |
| **Expenditure** | | |
| Management fees | (1,571,149) | (1,200,809) |
| Transaction costs | (9,968) | (2,000) |
| Performance fees (accrued but not paid) | 731,723 | (1,499,096) |
| Interest paid | (128,476) | - |
| Amortisation of structuring fee | (56,250) | - |
| General and administrative expenses | (447,639) | (334,441) |
| **Total expenditure** | (1,481,759) | (3,036,346) |
| | | |
| **Operating loss** | (994,112) | (2,610,984) |
| Fair value (loss) / gain on remeasurement of investments at fair value through profit or loss | (2,848,986) | 11,646,563 |
| Impairment loss | - | (1,404,983) |
| Net foreign exchange gains | 364,661 | 403,458 |
| **(Loss) / profit before tax** | (3,478,437) | 8,034,054 |
| Tax expense | - | - |
| **(Loss) / profit for the year** | (3,478,437) | 8,034,054 |
| | | |
| **Other comprehensive income** | | |
| Items that will not be reclassified subsequently to profit and loss | - | - |
| Items that will be reclassified subsequently to profit and loss | - | - |
| **Other comprehensive income for the year net of tax** | - | - |
| | | |
| **Total comprehensive income for the year** | **(3,478,437)** | **8,034,054** |
| | **Pence** | **Pence** |
| **Basic and headline (loss) / profit per share*** | **(4.81)** | **11.10** |

** The loss per share for the year ended 30 June 2020 and profit per share for the year ended 30 June 2019 are based on a loss after tax of GBP 3,478,437 and profit after tax of GBP 8,034,054 for the Company respectively and the weighted average number of shares in issue of 72,350,131.*

*There were no dilutive shares in issue. There were no reconciling items between the basic and headline earnings per share.*

## SUMMARISED AUDITED STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 30 JUNE 2020

| | Stated Capital GBP | Retained Earnings GBP | Total GBP |
|---|---|---|---|
| **At 1 July 2018** | **71,847,164** | **2,791,405** | **74,638,569** |
| Profit for the year | - | 8,034,054 | 8,034,054 |
| Other comprehensive income | - | - | - |
| **Transactions with shareholders** | - | 8,034,054 | 8,034,054 |
| **At 30 June 2019** | **71,847,164** | **10,825,459** | **82,672,623** |
| **At 1 July 2019** | **71,847,164** | **10,825,459** | **82,672,623** |
| Loss for the year | - | (3,478,437) | (3,478,437) |
| Other comprehensive income | - | - | - |
| **Transactions with shareholders** | - | (3,478,437) | (3,478,437) |
| **At 30 June 2020** | **71,847,164** | **7,347,022** | **79,194,186** |

**SUMMARISED AUDITED STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30 JUNE 2020**

| | Year ended 30 June 2020 (Audited) GBP | Year ended 30 June 2019 (Audited) GBP |
|---|---|---|
| **Operating activities** | | |
| (Loss) / profit for the year | (3,478,437) | 8,034,054 |
| *Adjustments for:* | | |
| Impairment loss | - | 1,404,983 |
| Fair value loss / (gain) on remeasurement of investments at fair value through profit or loss | 2,848,986 | (11,646,563) |
| Interest on borrowings | 128,476 | - |
| Interest income | (111,217) | (289,110) |
| Dividend income | (248,430) | - |
| Net foreign exchange gains | (364,661) | (400,917) |
| Raising fees (shares issued in lieu of) | (75,001) | - |
| Amortisation of structuring fee | 56,250 | - |
| *Net changes in working capital:* | | |
| Changes in receivables and prepayments | (224) | (5,922) |
| Changes in payables and accruals | (713,033) | 1,500,644 |
| Net cash flows utilised in operating activities | (1,957,291) | (1,402,831) |
| **Investing activities** | | |
| Acquisition of investments | (11,882,981) | (5,381,717) |
| Proceeds on disposal of investments | - | 400,300 |
| Loans advanced to subsidiaries | (247,680) | (4,613,000) |
| Loans repaid | 691,582 | 9,562,498 |
| Interest received | 111,217 | 123,983 |
| Net cash flows (utilised in) / generated from investing activities | (11,327,862) | 92,064 |
| **Financing activities** | | |
| Interest paid | (128,476) | - |
| Payment of structuring fee | (225,000) | - |
| Net cash flows utilised in financing activities | (353,476) | - |
| Net change in cash and cash equivalents | (13,638,629) | (1,310,767) |
| Cash and cash equivalents at the beginning of the year | 14,220,935 | 15,534,242 |
| Effect of exchange rate changes on cash and cash equivalents | 254 | (2,540) |
| **Cash and cash equivalents at the end of the year** | **582,560** | **14,220,935** |