

DALE CAPITAL GROUP LIMITED AND ITS SUBSIDIARIES (“Dale” or the “Company” or the “Group”) UNAUDITED ABRIDGED FINANCIAL STATEMENTS FOR THE THREE AND NINE MONTHS ENDED 30 NOVEMBER 2019

STATEMENTS OF COMPREHENSIVE INCOME

	THE GROUP				THE COMPANY			
	Unaudited for the 3 Months ended 30 November 2019 USD	Unaudited for the 3 Months ended 30 November 2018 USD	Unaudited for the 9 Months ended 30 November 2019 USD	Unaudited for the 9 Months ended 30 November 2018 USD	Unaudited for the 3 Months ended 30 November 2019 USD	Unaudited for the 3 Months ended 30 November 2018 USD	Unaudited for the 9 Months ended 30 November 2019 USD	Unaudited for the 9 Months ended 30 November 2018 USD
REVENUE								
Investment Income	-	21,519	-	74,085	-	31,366	-	73,995
Sale of Goods	259,867	535,149	1,010,145	1,291,966	-	-	-	-
Rendering of services	-	15,821	-	99,858	-	-	3,623	-
Change in Biological Assets	-	-	93,124	28,561	-	-	-	-
	259,867	572,489	1,103,269	1,494,470	-	31,366	3,623	73,995
Cost of Goods Sold	(258,726)	(383,232)	(913,631)	(1,034,866)	-	-	-	-
Administrative expenses	(88,507)	(3,142)	(210,220)	(124,271)	(6,918)	(11,731)	(78,423)	(52,416)
Operating expenses	(367,556)	(330,601)	(1,303,256)	(1,285,288)	(143,233)	(25,271)	(595,421)	(326,322)
Loss from operations	(454,923)	(172,772)	(1,323,838)	(949,955)	(150,151)	(5,636)	(670,221)	(304,743)
Finance costs	(27,291)	(97,087)	(191,651)	(215,345)	(26,229)	(86,746)	(176,624)	(199,246)
Changes in fair value of financial assets	-	-	-	870,244	-	90	-	870,334
Impairment of financial assets	-	5,000	-	-	-	5,000	-	-
Profit/(loss) on disposal of assets	-	-	-	-	-	-	-	-
Loss in associate	-	-	-	-	-	-	-	-
Profit from discontinued operations	-	-	-	182,240	-	-	-	-
Gain on revaluation/(impairment) of financial assets	-	-	-	-	-	-	-	-
(Loss)/Profit before taxation	(482,214)	(264,859)	(1,515,490)	(112,816)	(176,380)	(87,292)	(846,845)	366,345
Income tax income	-	-	-	(666)	-	-	-	-
(Loss)/Profit for the period after tax	(482,214)	(264,859)	(1,515,490)	(113,482)	(176,380)	(87,292)	(846,845)	366,345
Other comprehensive income	2,500,000	5,100	4,277,394	(27,508)	-	-	2,500,000	-
Total comprehensive income/(loss) for the period	2,017,786	(259,759)	2,761,904	(140,990)	(176,380)	(87,292)	1,653,155	366,345
Operating Loss attributable to:								
Shareholders of the parent	(213,824)	(475,726)	(1,246,977)	(85,974)	(176,380)	(87,292)	1,653,155	366,345
Non-controlling interest	(268,390)	210,867	(268,512)	(27,508)	-	-	-	-
Total comprehensive income/(loss) attributable to:								
Shareholders of the parent	2,286,176	(259,759)	3,030,417	(139,054)	(176,380)	(87,292)	1,653,155	366,435
Non-controlling interest	(268,390)	-	(268,512)	(1,936)	-	-	-	-
(Loss)/Profit Per Share	0.0100	(0.0082)	0.0137	(0.0024)	(0.0009)	(0.0015)	0.0082	0.0081
Dividend Per Share	-	-	-	-	-	-	-	-

STATEMENTS OF FINANCIAL POSITION

	THE GROUP		THE COMPANY	
	Unaudited as at 30 November 2019 USD	Restated audited as at 28 February USD	Unaudited as at 30 November 2019 USD	Restated audited as at 28 February USD
ASSETS				
Non-Current Assets				
Investment in subsidiaries	-	-	904,687	904,687
Property, Plant and Equipment	508,856	696,879	1,847	1,467
Intangible assets	1,847	333	-	-
Available for sale financial assets	-	2,400,000	-	-
Biological Assets	424,349	291,996	-	-
Investment at fair value through profit or loss	10,663,132	1,341,571	6,481,571	1,341,571
Loans receivable	3,210,523	3,393,922	5,441,040	5,249,097
	14,808,707	8,124,701	12,829,145	7,496,822
Current Assets	1,252,107	3,262,406	839,868	2,410,543
TOTAL ASSETS	16,060,814	11,387,107	13,669,013	9,907,365
EQUITY AND LIABILITIES				
Stated capital	8,194,318	6,732,669	8,194,318	6,732,669
Reserves	1,139,035	(1,655,979)	(565,605)	(2,224,160)
Shareholders' interest	9,333,353	5,076,690	7,628,713	4,508,509
Non-controlling interest	(192,602)	75,910	-	-
Total equity	9,140,751	5,152,600	7,628,713	4,508,509
Non-current liabilities	3,817,394	5,188,459	3,669,293	5,090,332
Current liabilities	3,102,669	1,046,048	2,371,007	308,524
TOTAL EQUITY AND LIABILITIES	16,060,814	11,387,107	13,669,013	9,907,365
Net Asset Value per share :	0.071	0.041	0.058	0.037
Weighted average Number of shares in issue*	131,850,581	123,076,789	131,850,581	123,076,789

STATEMENTS OF CASH FLOWS

	THE GROUP		THE COMPANY	
	Unaudited for the 9 months ended 30 November 2019 USD	Restated audited for the year ended 28 February 2019 USD	Unaudited for the 9 months ended 30 November 2019 USD	Restated audited for the year ended 28 February 2019 USD
Net cash flow used in operating activities	(211,161)	(949,606)	(83,907)	(160,777)
Net cash flow used in investing activities	(971,636)	(643,509)	(885,823)	(1,680,046)
Net cash flow from financing activities	1,055,625	1,580,707	973,319	1,835,832
Net (decrease) / increase in cash and cash equivalents	(127,172)	(12,408)	3,589	(4,991)
Cash and cash equivalents at beginning of the period	33,895	54,767	5,082	11,441
Effect of exchange rate difference	-	(8,464)	-	(1,368)
Cash and cash equivalents at end of the period	(93,277)	33,895	8,671	5,082

STATEMENTS OF CHANGES IN EQUITY

	THE GROUP		THE COMPANY	
	Stated Capital USD	Revaluation and other reserves USD	Minority Interests USD	Total USD
Balance at 1 March 2018	3,439,267	(418,984)	20,944	3,041,227
Movement during the year	3,293,402	(2,533,592)	54,966	814,776
Total Comprehensive income for the year	-	1,296,597	-	1,296,597
Balance at 28 February 2019 (Restated)	6,732,669	(1,655,979)	75,910	5,152,600
Movement during the period	1,461,649	(235,403)	-	1,226,246
Total Comprehensive income for the period	-	3,030,417	(268,512)	2,761,905
Balance at 30 November 2019	8,194,318	1,139,035	(192,602)	9,140,751
THE COMPANY	Stated Capital USD	Revaluation and other reserves USD	Minority Interests USD	Total USD
Balance at 1 March 2018	3,439,267	(150,109)	-	3,289,158
Movement during the year	3,293,402	(2,017,671)	-	1,275,731
Total Comprehensive loss for the year	-	(56,380)	-	(56,380)
Balance at 28 February 2019 (Restated)	6,732,669	(2,224,160)	-	4,508,509
Movement during the period	1,461,649	5,400	-	1,467,049
Total Comprehensive loss for the period	-	1,653,157	-	1,653,157
Balance at 30 November 2019	8,194,318	(565,605)	-	7,628,713

NOTES TO THE ACCOUNTS

When the abridged February 2019 results were published on 8 July 2019, the audit of the financial statements for the year ended 28 February 2019 was still in progress. The auditors subsequently received further audit evidence that led them to revise the figures, which did not materially depart from the abridged results published on 8 July 2019.

The weighted average number of shares in issue has been used to calculate the Net Asset Value per Share. As at 30 November 2019, the number of shares in issue was 202,040,920.

The Unaudited Abridged Financial Statements for the three and nine months ended 30 November 2019 (“Unaudited Abridged Financial Statements”) are presented in accordance with IAS 34 (Interim Financial Reporting). The accounting policies and methods of computation are consistent with those applied in the audited annual financial statements for the year ended 28 February 2019.

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 is available free of charge at the administrative office of the Company. The Unaudited Abridged Financial Statements are issued pursuant to Listing Rule 15.44 of the Stock Exchange of Mauritius Ltd and the Mauritian Securities Act 2005. Copies of the Unaudited Abridged Financial Statements are available free of charge at the administrative office of the Company, at 3 River Court, St Denis Street, Port-Louis, Mauritius.

The Board of Dale accepts full responsibility for the accuracy of the information contained in this announcement. These Unaudited Abridged Financial Statements were approved by the Board on 10 January 2020.

REVIEW OF OPERATIONS

Group Performance:

Revenue for the quarter ended 30 November 2019 reflected a marginal decrease when compared to the second quarter of the current financial year. This is largely due to poor winter/start of summer season in terms of fishing and decision to increase the size of the flock of biological assets where significant growth is taking place. Following the flock of 350 animals that landed in Mauritius in October 2019, anticipated size of flock at financial year end is estimated to be at 2,500 and revenue is expected to increase further. On 1 December 2019, as part of a restructuring process, the Group has disposed of its 51% equity stake in Valley Containers (Mauritius) Limited for a sale consideration of ZAR 1.34 million (c.USD 95,000).

Total Assets Under Management as at 30 November 2019 increased to USD 16,060,814 from USD 11,387,107 (+41%), when compared to the figure as at 28 February 2019.

In November 2019, Dale Capital reduced its capital by USD 2.5 million allowing the Company to have a more realistic capital structure.

During the next three months, Management expects the subsidiaries to commence with an upward trend towards a cash generation cycle, previously held back by limitations of working capital and projects in start-up stage. Liquidity will shortly improve with anticipated gradual repayment / recovery of debt due to the Group (Net USD 4 million) and anticipated raising of further capital via an issue of new shares.

The Executive team is confident that positive results in all operations will be achieved by end of the current financial year due to:

- Commencement of sale of sheep and goat meat which has started in December 2019 in line with the Dale

Agriculture Investments Limited's Business Plan.

Growth in the size of the flock is currently exponential and the current facility will reach capacity prior to financial year end 2020.

- Seasonal increase in distribution and sale of product via St. Felix Food Logistics where the factory at St. Antoine is now complete.

- The fishing operation of St. Felix Seafood entered into the new season in October 2019.

Prospects:

New name and branding of our Food Sector investments under the St. Felix Brand have already commenced.

It is to be noted that the bulk of the groups loans / gearing emanates from shareholder funds as opposed to bank / institutional funding.

All investments have entered into a private equity stage from the venture capital and mezzanine finance stage and prospects for growth and profitability against the background of a sound strategic plan and focus looks promising.

By order of the Board

Date: 13 January 2020

Company Secretary



SEM Authorised Representative and Sponsor

