

The Directors of Home Afrika limited are pleased to announce the unaudited Group results for the 6 Months period ended 30th June 2020.

Condensed Statement of Profit or Loss And Other Comprehensive Income	6 Months period ended 30 June	
	2020 Shs '000'	2019 Shs '000'
Revenue	43,022	103,260
Cost of sales	<u>(28,871)</u>	<u>(60,235)</u>
Gross profit /(loss)	14,151	43,025
Other operating income	7,235	5,960
Selling and distribution expenses	(14,758)	(16,036)
Administration expenses	(98,837)	(75,009)
Other operating expenses	<u>(20,953)</u>	<u>(15,995)</u>
Operating loss	(113,162)	(58,055)
Finance costs	<u>(129,997)</u>	<u>(36,577)</u>
Loss for the period	(243,159)	(94,632)
Tax charge	<u>(42)</u>	<u>17,845</u>
Total Comprehensive Loss for the period	<u>(243,201)</u>	<u>(76,787)</u>
Profit attributable to:	(196,725)	(61,430)
-Owners of the parent	(46,476)	(15,357)
-Non –controlling interest	<u>(243,201)</u>	<u>(76,787)</u>
(Loss)/earnings per share -basic and diluted	(0.49)	(0.15)

Condensed Consolidated Statement of Financial Position	As at June 2020 Shs'000'	As at December 2019 Shs '000'
Non-current assets	391,238	392,460
Current assets	3,995,422	3,955,348
Current liabilities	<u>(6,507,849)</u>	<u>(6,288,986)</u>
Net current assets	<u>(2,512,427)</u>	<u>(2,333,638)</u>
	<u>(2,121,189)</u>	<u>(1,941,178)</u>
PRESENTED BY		
Share capital	405,255	405,255
Share premium	68,842	68,842
Accumulated deficit	<u>(2,147,118)</u>	<u>(1,990,613)</u>
Equity attributable to owners of the company	(1,673,021)	(1,516,516)
Non-Controlling interest	(448,168)	(424,662)
Non-Current liabilities	=	=
	<u>(2,121,189)</u>	<u>-1,941,178</u>

Explanatory notes: *These results are extracted from the unaudited consolidated financial statements of Home Afrika Limited for the 6 months period ended 30th June 2020.*

Consolidated Statement Of Changes In Equity for the Months period ended 30 June 2020

	Ordinary Share capital	Share premium	Retained earnings	Total	Minority interest	Total equity
	Shs '000'	Shs '000'	Shs '000'	Shs '000'	Shs '000'	Shs '000'
Year ended 31 December 2019						
At start of period	405,255	68,842	(1,364,758)	(890,660)	(161,710)	1,052,370
Total comprehensive (loss) for the period	-	-	(585,636)	(585,636)	(239,982)	825,618
At end of period	405,255	68,842	(1,950,393)	(1,476,296)	(401,692)	1,877,988
Period ended 30th June 2020						
At start of period	405,255	68,842	(1,950,393)	(1,476,296)	(401,692)	(1,877,988)
Total comprehensive (loss) for the period	-	-	(196,725)	(196,725)	(46,476)	(243,201)
At end of period	405,255	68,842	(2,147,118)	(1,673,021)	(448,168)	(2,121,189)

Condensed Consolidated Statement Of Cash Flows For the 6 Months period ended 30 June

	2020	2019
	Shs '000'	Shs '000'
Cash generated from operations	164,960	38,508
Interest Paid	(129,997)	(18,390)
Tax Paid	(1,121)	(23,901)
Net Cash Generated from Operating Activities	33,841	(3,783)
Net Cash flow from Investing Activities	(5,285)	(238)
Net Cashflow from Financing activities	(34,579)	-
Net Cash Increase/ (Decrease) in Cash and Cash equivalent	(6,023)	(4,021)
Cash as cash equivalent at the beginning of the year	10,988	9,338
Cash and Cash equivalents at the end of the year	4,965	5,317

1. FINANCIAL HIGHLIGHTS

- 1.1 The Covid 19 pandemic has significantly affected the performance of the company. Cancellation of the marketing activities due to travel restrictions by the government, the closure of lands registry which affected the registration of leases and titles to be booked as revenue. This led to a 58% decrease in revenue booked in six months period ending 30th June 2020 compared to 2019 from Ksh 103 million to KSh 43 million adjusted for percentage of completion. Operating loss increased in the six months period from Ksh 58 million in 2019 to KSh 113 million in 2020.
- 1.2 In line with our accounting policy, sales proceeds of our signature project Migaa Golf Estate are carried as current liabilities in the balance sheet as deferred income and as deposits from sales of plots and currently lingering at Ksh 3.2 billion as at 30th June 2020. This amount will convert to revenues in our statement of profit or loss as the percentage of completion of the project improves over the next 3 – 4 years. All expenses are usually expensed in the current period.
- 1.3 The book value of the group's sellable land and other inventory stood at Sh3.5 billion as at 30th June 2020. We continue to invest in the infrastructure of the various projects which will help improve the market value of the land bank as the land becomes more desirable.
- 1.4 The board has put in place measures to ensure the company overcomes these trying times of Covid 19, substantive cost reduction measures have been enforced, new marketing strategy employed and the company business model reviewed to include new revenue streams.

The directors do not recommend an interim dividend for the period ending 30th June 2020.

The unaudited financial statements of the company were approved by the Board of Directors and signed on its behalf by:



Dan Awendo
Managing Director