

Financial highlights

Revenue:

INFLATION ADJUSTED ZWL 1.84 bln from ZWL 4.10 bln EBITDA:

INFLATION ADJUSTED ZWL 0.005 bin from ZWL 1.74 bin Occupancy: 23% from 48%

Total Rev PAR: INFLATION ADJUSTED ZWL 3 112 from ZWL 6 861 ADR: INFLATION ADJUSTED ZWL 7 010 from ZWL 7 889

Rooms RevPAR:

INFLATION ADJUSTED ZWL 1 626 from ZWL 3 805

MESSAGE FROM THE CHAIRMAN

INTRODUCTION

It gives me great pleasure to present to you a statement on the 2020 abridged financial report.

OPERATING ENVIRONMENT

Global tourism experienced its worst year on record in 2020, with international arrivals dropping by a massive 74% according to the World Tourism Organization (UNWTO) report, dated 28 January 2021. Destinations worldwide had 1 billion fewer international arrivals in 2020 than in the previous year due to an unprecedented fall in demand and widespread travel restrictions in response to the COVID-19 pandemic. The Group recorded its worst occupancies and volumes in April and May. While much progress has been made in developing and rolling out the COVID-19 vaccine and ensuring safe international travel, the crisis is far from over.

FINANCIAL PERFORMANCE

The Group recorded a low occupancy of 23%, representing a decline of 25 percentage points compared to 48% recorded in 2019. Resultantly, there was a significant drop in the Group's inflation adjusted revenue by 55% to ZWL1,84 billion compared to ZWL 4,10 billion in the same period last year. Room nights sold went down by 52% to 137,162 from 288,224 reported last year. The decline in room nights was across all market segments, with those attributable to export and domestic reducing by 82% and 35% respectively.

The decrease in revenue and volumes resulted in the Group posting an inflation adjusted EBITDA of ZWL5,42 million compared to ZWL1,74 billion that was achieved in 2019. The inflation adjusted loss before tax ("LBT") of ZWL1,86 billion is largely a result of the monetary loss of ZWL1,50 billion, which is a result of applying International Accounting Standard (IAS) 29 Financial Reporting in Hyperinflationary Economies.

IMPACT OF NOVEL CORONA VIRUS (COVID-19)

COVID-19 represents the most significant challenge that our industry has ever faced. At the onset of COVID-19 induced lockdowns, we moved swiftly to right-size our business in response to the precipitous decline in revenue by rebasing our cost structure, strengthening our balance sheet, and lowering capital spending. All these measures are more clearly captured in our going concern assessment in note 4. Notwithstanding management's cost containment initiatives, the 2020 results reflect the significant reduction of economic and social activity due to the COVID-19 induced lockdowns as well as the temporary suspension of operations at all our 11 hotels and 2 casinos at some point during the year.

After a marked reduction in new infections during third quarter ("Q3") and fourth quarter ("Q4") 2020, we unfortunately experienced a significant resurgence in the COVID-19 cases at the beginning of 2021. Governments world over, including Zimbabwe, reintroduced partial or complete lockdowns in a bid to control the COVID-19 second wave. The Group expects this resurgence to negatively impact domestic business in the short-term and international business at least into the medium term.

Operationally, the Group had all of its hotels open for business during Q4 2020. The Group expects the recent easing of the

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION As at 31 December 2020

		INFLATION	ADJUSTED	HISTORICAL		
All figures in ZWL		As at 31 December 2020	As at 31 December 2019	As at 31 December 2020	As at 31 December 2019	
	Note	Audited	Audited	Audited	Audited	
Assets						
Non-current assets						
Property and equipment	12	1,965,062,800	2,027,728,190	1,923,195,650	437,688,796	
Right of use asset		357,912,210	975,283,266	255,030,975	35,001,695	
Biological assets		28,726,214	16,461,332	28,726,214	3,669,608	
Other financial assets at amortised cost		6,191,861	7,305,590	6,191,861	1,628,583	
		2,357,893,085	3,026,778,378	2,213,144,700	477,988,682	
C						
Current assets Inventories		154,582,363	295,227,346	97,589,363	32,789,975	
Trade and other receivables		106,199,181	189,808,525	106,199,181	42,312,669	
Other financial assets at amortised cost		99,487,572	270,152,306	69,619,752	50,702,704	
Cash and cash equivalents		799,374,360	890,230,850	799,374,360	198,452,854	
cush and cush equivalents		1,159,643,476	1,645,419,027	1,072,782,656	324,258,202	
		.,,,	.,,,	.,,		
Total assets		3,517,536,561	4,672,197,405	3,285,927,356	802,246,884	
Equity and liabilities						
Equity attributable to owners of the parent		222 000 250	222 000 250	0 (17 71)	0 (17 71)	
Share capital		332,890,359	332,890,359	8,617,716	8,617,716	
Share premium		970,492,939	970,492,939	25,123,685	25,123,685	
Equity settled share based payment reserve		10,287,146	-	8,043,669	-	
Revaluation reserve		852,191,593	796,731,381	1,449,830,089	294,163,180	
Foreign currency translation reserve		1,074,316,377	527,070,939	379,230,453	54,037,995	
(Accumulated losses)/retained earnings		(1,183,756,417)	336,491,391	11,220,979	87,872,353	
Total equity		2,056,421,997	2,963,677,009	1,882,066,591	469,814,929	
Liabilities						
Non-current liabilities						
Lease liabilities		255,560,303	157,408,516	255,560,303	35,089,965	
Deferred tax liabilities		317,586,900	665,729,648	260,333,101	99,970,004	
		573,147,203	823,138,164	515,893,404	135,059,969	
Current liabilities		704 000 0=-	001	704 000 075	170 171 1	
Trade and other payables		781,092,373	801,516,080	781,092,373	178,676,299	
Current income tax	10	14,302,499	38,653,834	14,302,499	8,616,825	
Provisions for other liabilities	13	88,253,033	43,214,661	88,253,033	9,633,538	
Lease liabilities		4,319,456	1,997,657	4,319,456	445,324	
		887,967,361	885,382,232	887,967,361	197,371,986	

lockdown restrictions which permit all businesses to operate and more importantly allowing interprovincial travel, to boost domestic demand going forward. As we restore and prepare to grow occupancy levels, our strategy is premised on improving our services to recognise our guests' enhanced hygiene needs in a post COVID-19 world.

OUTLOOK

As we look to the year ahead, we remain optimistic that the accelerating COVID-19 vaccination programmes will lead to further relaxing of restrictions and unlocking leisure and business travel. There are prospects of a rebound in the later part of 2021 on the back of the current rollout of the COVID-19 vaccines and attaining of the required herd immunity. While we do not expect that there will be a quick recovery to previous trading levels, we are optimistic that the various cost saving initiatives and the renewed focus on improving the customer experience, the Group will recover from the COVID-19 pandemic.

UPDATE ON THE ACQUISITION OF DAWN PROPERTIES LIMITED

I am pleased to advise that pursuant to the Company's offer to acquire 100% of Dawn Properties Limited ("DPL"), 91.17% of the ordinary shares of DPL had been acquired as of 20 January 2021. The company is going through pertinent legal processes to acquire the remaining 8.83%. We are in the process of integrating the business to achieve the anticipated synergies.

UPDATE ON TERMINATION OF THE HOTEL MANAGEMENT CONTRACT

The Legacy Hospitality Management Services Limited ("Legacy") matter is still going through legal processes. Meanwhile, the Group has fully integrated and taken over the management of the hotels previously managed by Legacy. This transition has not impacted our operations.

DIRECTORATE CHANGES

There were no changes to the directorate in the period under review.

DIVIDEND DECLARATION

Due to the loss recorded in the year, the Board resolved not to declare a dividend for the period under review.

APPRECIATION

Lastly, but certainly not least, I would like to commend management, staff and fellow board members for their continued commitment to drive the Group's survival strategies amid extensive COVID-19 headwinds.

A Makamure Chairman

18 March 2021

4,672,197,405	3,285,927,356	802,246,884
4,	672,197,405	672,197,405 3,285,927,356

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the year ended 31 December 2020

		INFLATION	ADJUSTED	ED HISTORICAL		
All figures in ZWL	Note	31 December 2020 Audited	31 December 2019 Audited	31 December 2020 Audited	31 December 2019 Audited	
	Hote	Addited	Addited	Addited	Auditeu	
Revenue	11	1,839,952,129	4,100,691,670	1,221,167,844	449,225,618	
Cost of sales	14	(514,201,641)	(851,543,033)	(309,054,246)	(96,088,849)	
Gross profit		1,325,750,488	3,249,148,637	912,113,598	353,136,769	
Other income		153,575,431	419,573,188	75,609,565	31,933,136	
Operating expenses	14	(1,577,962,160)	(2,183,082,675)	(952,754,956)	(218,971,359)	
Net impairment gains/(losses) on financial assets		30,805,005	(59,138,672)	(25,349,338)	(13,183,365)	
Other expenses		(223,684,825)	(5,081,622)	(159,747,891)	(691,391)	
Operating (loss)/profit		(291,516,061)	1,421,418,856	(150,129,022)	152,223,790	
Finance income		2,528,689	3,645,808	824,335	523,194	
Finance costs		(48,606,049)	(5,168,379)	(48,606,049)	(336,546)	
Finance costs - lease liabilities		(19,131,094)	(38,309,750)	(14,950,200)	(2,871,670)	
Net monetary (loss)/gain		(1,498,415,778)	134,690,152	-	-	
(Loss)/profit before income tax	11	(1,855,140,293)	1,516,276,687	(212,860,936)	149,538,767	
Income tax credit/(expense)	15	350,154,231	(677,248,778)	141,207,781	(43,083,744)	
(Loss)/profit for the year		(1,504,986,062)	839,027,909	(71,653,155)	106,455,023	
Other comprehensive income net of tax:						
Items that may be subsequently reclassified to profit or loss						
Exchange differences on translation of foreign operations		547,245,438	664,160,592	325,192,458	57,592,073	
Items that may not be subsequently reclassified to profit or loss						
Revaluation surplus - net of tax		55,460,212	796,731,381	1,155,666,909	294,163,180	
Other comprehensive income net of tax:		602,705,650	1,460,891,973	1,480,859,367	351,755,253	
Total comprehensive (loss)/income for the year		(902,280,412)	2,299,919,882	1,409,206,212	458,210,276	
(Loss)/earnings per share						
Owners of the parent during the period: cents						
Basic and diluted (loss)/earnings per share	16	(174.64)	97.36	(8.31)	12.35	
Headline (loss)/earnings per share (ZWL cents)	16	(173.81)	97.95	(7.91)	12.43	

Directors: A. Makamure (Chairman), E. T. Shangwa (Managing Director)*, B. H. Dirorimwe (Finance Director)*, G. Chikomo, B. Childs, E. A. Fundira, N. G. Maphosa, T. M. Ngwenya, P. Saungweme. * Executive Registered Office: Monomotapa Hotel, Number 54 Park Lane, Harare, Zimbabwe. Email: venon.musimbe@africansunhotels.com, Web: www.africansunhotels.com Independent Auditor: Deloitte & Touche Chartered Accountants (Zimbabwe), West Block, Borrowdale Office Park, Borrowdale Road, Borrowdale, Harare.



CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY For the year ended 31 December 2020

	INFLATION ADJUSTED						
All figures in ZWL	Share capital	Share premium	Equity settled share based payments reserve	Foreign currency translation reserve	Revaluation reserve	(Accumulated losses)/ retained earnings	Total equity
Year ended 31 December 2019 Balance as at 1 January 2019	332,890,359	970,492,939		(137,089,653)		(386,661,387)	779,632,258
Profit for the year	-	-	-	-	-	839,027,909	839,027,909
Other comprehensive income: Currency translation							
differences Revaluation surplus	-	-	-	664,160,592	-	-	664,160,592
net of tax	-	-	-	-	796,731,381	-	796,731,381
Total comprehensive income for the year		_		664,160,592	796,731,381	839,027,909	2,299,919,882
Transactions with owners in their capacity as owners:							
Dividend declared and paid		-	-	-	-	(115,875,131)	
		-	-	-	-	(115,875,131)	(115,875,131)
Balance as at 31 December 2019	332,890,359	970,492,939		527,070,939	796,731,381	336,491,391	2,963,677,009
Year ended 31 December 2020							
Balance as at 1 January 2020 Loss for the year	332,890,359 -	970,492,939 -	-	527,070,939 -	796,731,381 -		2,963,677,009 (1,504,986,062)
Other comprehensive income: Currency translation differences	_	_		547,245,438	_		547,245,438
Revaluation surplus				5-7,2-5,150			547,245,450
net of tax		-	-	- 547,245,438	55,460,212 55,460,212	-	55,460,212 602,705,650
		-		547,245,456	55,400,212	-	002,705,050
Total comprehensive loss for the year				547,245,438	55,460,212	(1,504,986,062)	(902,280,412)
Transactions with owners in their capacity as owners:							
Share options costs Dividend declared and paid	-	-	10,287,146	-	-	- (15,261,746)	10,287,146 (15,261,746)
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Balance as at

Balance as at

 31 December 2020
 332,890,359
 970,492,939
 10,287,146
 1,074,316,377
 852,191,593
 (1,183,756,417)
 2,056,421,997

				HISTORICA	L		
All figures in ZWL	Share capital	Share premium	Equity settled share based payments reserve	Foreign currency translation reserve	Revaluation reserve	(Accumulated losses)/ retained earnings	Total equity
Year ended 31 December 2019 Balance as at 1 January 2019	8,617,716	25,123,685		(3,554,078)		(10,498,300)	19,689,023
Profit for the year	-	-	-	-	-	106,455,023	106,455,023
Other comprehensive income: Currency translation differences				57 502 072			57 502 072
Revaluation surplus net of tax	-	-	-	57,592,073	-	-	57,592,073
Total comprehensive income for the year	-	-	-	- 57,592,073	294,163,180 294,163,180	- 106,455,023	294,163,180 458,210,276
Transactions with owners in their capacity as owners:							
Dividend declared and paid _	-	-	-	-	-	(8,084,370)	(8,084,370)
-	-	-	-	-	-	(8,084,370)	(8,084,370)

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

1 REPORTING ENTITY

African Sun Limited ("the Company") and its subsidiaries (together "the Group") lease and manage eleven hotels in Zimbabwe, and operate a regional sales office in South Africa that focuses on international and regional sales.

The Company is incorporated and domiciled in Zimbabwe, and listed on the Zimbabwe Stock Exchange.

The parent of the Company is Arden Capital (Private) Limited ("Arden"), which owns 57.67% (2019: 57.67%) of the ordinary share capital of the Company.

The Company's registered address is Monomotapa Hotel, Number 54 Park Lane Road, Harare, Zimbabwe.

These condensed consolidated financial statements were approved for issue by the Directors on 18 March 2021.

2 BASIS OF PREPARATION

The condensed consolidated financial statements of the Group have been prepared in compliance with International Financial Reporting Standards ("IFRS") except for "IAS" 21 'The Effects of Changes in Foreign Exchange Rates', the Zimbabwe Stock Exchange Listing Requirements and in the manner required by the Zimbabwe Companies and other Business Entities Act (Chapter 24:31). These condensed financial statements are prepared on the historical cost basis modified by revaluation of property and equipment. For the purposes of fair presentation in accordance with International Accounting Standard ("IAS") 29 Financial Reporting in Hyperinflationary Economies, the historical cost information has been restated for changes in general purchasing power of Zimbabwean dollar ("ZWL") and appropriate adjustments and reclassifications have been made. IAS 29 has also been applied to the consolidated by means of adjusting factors derived from the Consumer Price Index("CPI") prepared by Zimbabwe National Statistics Agency ("ZimStat"). Accordingly, the inflation adjusted financial statements represents the primary financial statements of the Group. The historical cost financial statements have been provided by way of supplementary information.

INDEPENDENT AUDITOR'S REPORT ON THE AUDIT OF INFLATION ADJUSTED FINANCIAL STATEMENTS

These inflation adjusted condensed consolidated financial statements for the year ended 31 December 2020 should be read in conjunction with the complete set of financial statements for the year ended 31 December 2020, which have been audited by Deloitte & Touche in accordance with International Standards on Auditing. The auditors issued an adverse opinion, due to the pervasive effects of;

- Non –compliance with International Accounting Standard 21 (IAS21)– "The Effects of Changes in Foreign Exchange Rates" on prior year comparatives, as the Group elected to comply with Statutory Instrument 33 of 2019 ("SI 33/19");
 Non –compliance with International Financial Reporting Standard 13 (IFRS 13)- "Fair Value Measurements" on prior year
- Non –compliance with International Financial Reporting Standard 13 (IFRS 13)- "Fair Value Measurements" on prior year comparatives and year end balances. The Group used USD valuation reports as a basis to estimate the ZWL value of the property plant and equipment. The method of determining the value of the property plant and equipment was not an accurate reflection of market dynamics and the risk associated with ZWL transactions on a willing buyer, willing seller basis; and
- Non-compliance with International Accounting Standard 29 (IAS29)- "Financial Reporting in Hyperinflationary Economies"-The Group applied the requirements of IAS 29 by restating the consolidated results of the South African foreign subsidiary, to which IAS 29 does not apply.

The Key Audit matters in the audit report are; provision for expected credit losses; and appropriateness of going concern assumption. The Audit opinion has been made available to management and those charged with the governance of African Sun Limited, and is available for inspection at their registered offices. The engagement partner responsible for this audit is Tapiwa S Chizana CA(Z), a member of the Institute of Chartered Accountants Zimbabwe ("ICAZ") Public Practice Certificate Number M2907 and a registered Public Auditor with the Public Accountants and Auditors Board, Public Auditor Certificate Number 0444.

4 GOING CONCERN

The Group achieved a historic low occupancy of 23%, an unprecedented decline of 25 percentage points from 48% recorded in 2019. Resultantly the Group inflation adjusted revenue significantly dropped by 55% compared to same period last year. The decline in occupancy and revenue was mainly due to the emergence and sustained effects of the novel corona virus (COVID-19), which continue to negatively impact both domestic and international travel. While much progress has been made in developing the COVID-19 vaccine and in making safe international travel a possibility, we are aware that the crisis is far from over. Though, the decline in volumes pose a threat to the going concern of the business, the Group has reasonable cash resources and in addition has put in place compensating business survival strategies that range from cost containment, cash preservation to deferment of capital expenditure and 2 undrawn facilities amounting to ZWL312 million split as US\$2 million and ZWL150 million. Due to the prevailing COVID-19 uncertainties, these strategies have been factored in our 2021 Group budgets and Group cash flow forecasts as will be discussed in detail below.

Coming from what has been the most challenging year in the history of travel and tourism, the 2021 budget process required management to plan for a wide range of financial performance and cash flow scenarios to try and address the COVID-19 related uncertainties. Management did stress testing of its scenarios, and concluded that, even under the worst case scenario, the Group will continue to operate for the foreseeable future. In the going concern assessment, management considered several possible outcomes for the next 12 months as COVID-19 remains a critical factor in our business. Under the base case scenario management budgeted for a healthy occupancy, while the worst case scenario forecast the Group to close 2021 with an occupancy that approximate and is slightly better than the 2020 occupancy. Despite the second wave, we do not expect 2021 to be worse that 2020 mainly due to the experience the Group gained navigating the effects of COVID-19 first wave in 2020. Due to the evolving nature of the pandemic, the worst case scenario assumed a second wave and for the pandemic to sustain for a better part of first quarter ("Q1") 2021 into second quarter ("Q2"). The worst-case scenario forecasted a reintroduction of stricter travel restrictions which include, in some cases a complete closure of borders, all weighing on the resumption of international travel. The worst-case scenario assumes no vaccine during H1 in 2021. However, governments around the world started the gradual rollout of a COVID-19 vaccine as early as the beginning of January 2021, and this should only improve 2021 recovery prospects. The early global vaccine rollout in our key source markets is expected to help restore consumer confidence contributing to the easing of travel restrictions in the short term and slowly normalising travel during Q2 into Q3 of 2021.

31 December 2019	8,617,716	25,123,685	-	54,037,995	294,163,180	87,872,353	469,814,929
Year ended 31 December 2020							
Balance as at 1 January 2020 Loss for the year	8,617,716	25,123,685	-	54,037,995	294,163,180	87,872,353 (71,653,155)	469,814,929 (71,653,155)
Other comprehensive income:							
Currency translation differences Revaluation surplus	-	-	-	325,192,458	-	-	325,192,458
net of tax	-	-	-	-	1,155,666,909	-	1,155,666,909
	-	-		325,192,458	1,155,666,909	-	1,480,859,367
Total comprehensive income/(loss) for the year	-	-	-	325,192,458	1,155,666,909	(71,653,155)	1,409,206,212
Transactions with owners in their capacity as owners:							
Share options costs	-	-	8,043,669	-	-	-	8,043,669
Dividend declared and paid	-	-	-	-	-	(4,998,219)	(4,998,219)
. –	-	-	8,043,669	-	-	(4,998,219)	3,045,450

31 December 2020 8,617,716 25,123,685 8,043,669 379,230,453 1,449,830,089 11,220,979 1,882,066,591

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS For the year ended 31 December 2020

	INFLATIO	N ADJUSTED	HISTOF	RICAL
	31 December 2020	31 December 2019	31 December 2020	31 December 2019
All figures in ZWL Not	e Audited	Audited	Audited	Audited
Cash flows from operating activities				
Cash generated from operations	204,100,081	1,571,346,992	305,522,404	245,943,688
Interest received	2,528,689	3,645,808	824,335	523,194
Interest paid	2,320,009	(5,168,379)	024,555	(336,546)
Finance cost paid-lease liabilities	(19,131,094)	(38,309,750)	(14,950,200)	(2,871,670)
Tax paid	(19,363,509)	((6,874,507)	(30,189,995)
Cash generated from operating activities	168,134,167	1,335,288,233	284,522,032	213,068,671
easing enclated from operating dearrates		1,000,200,200	201,022,002	215,000,071
Cash flows from investing activities				
Purchase of property and equipment	12 (179,082,646)	(403,021,655)	(210,493,631)	(48,454,045)
Proceeds from sale of property and equipment	8,122,625	9,648,835	2,114,935	302,358
Cash used in investing activities	(170,960,021)	(393,372,820)	(208,378,696)	(48,151,687)
Cook Anna from From sing ortivities				
Cash flows from financing activities	(15 261 740)		(4 000 217)	(11 005 070)
Dividend paid Repayment of borrowings	(15,261,740)	(207,254,519) (64,363,492)	(4,998,217)	(11,985,878) (4,232,282)
Repayment of lease liabilities	(2,698,992)	(31,736,881)	(1,686,493)	(2,565,960)
Cash used in financing activities	(17,960,732)	(303,354,892)	(6,684,710)	(18,784,120)
cash used in infancing activities	(17,900,732)	(303,334,092)	(0,004,710)	(10,704,120)
(Decrease)/increase in cash and cash equivalents	(20,786,586)	638,560,521	69,458,626	146,132,864
Cash and cash equivalents at beginning of the year	890,230,851	386,676,278	198,452,854	13,877,327
Exchange gain on cash and cash equivalents	531,462,880	172,448,236	531,462,880	38,442,663
Effects of restatement on cash and cash equivalents	(601,532,785)	(307,454,184)		
Cash and cash equivalents at end of the period	799,374,360	890,230,851	799,374,360	198,452,854

Under the worst case scenario international business is forecasted to gradually start around Q3 2021 with domestic business largely driven by government and non-governmental organisations programs anchoring performance during H1 2021. The recent easing of the lockdown restrictions to level 2, under which interprovincial travel is allowed brings hope to domestic tourism. Compared to the base case scenario, foreign market performance during H1, we expect to see volumes improvement during Q3 going into Q4 2021. In this worst case scenario, we expect COVID-19 to continue impacting the business during H1 2021 putting pressure on the ADR which is forecasted to ease by 19% from the base case scenario as the Group promote rebound business.

As the outbreak continues to evolve, there remains uncertainty surrounding the timing of the key COVID-19 related interventions and the likely impact to the business. The worst case scenario includes among other things certain critical contractual settlements that may fall due within the next 12 months from the signing of these financial statements. Under the worst case scenario, the Group has enough cash resources and 2 undrawn loan facilities to sustain the business for the foreseeable future. At corporate level, the Group continues to implement business contingency plans in response to the ever-evolving situation. In light of the above, the Group has taken the following actions to significantly reduce expenses and preserve liquidity:

- Carving out of and deferment of some capital expenditure programs;
- Engagement with tour operators to defer bookings as opposed to cancellation; a situation that may call for refunds in foreign currency that was already liquidated;
- Agreed a reduced remuneration structures with its employees;
- Reduced our work force to align to volumes of business; and
- Engaged landlords on revised sustainable rental formulas until this phase is gone.

Based on the aforementioned, the Directors have assessed the ability of the Group and the Company to continue operating as a going concerns and are of the view that, the preparation of these financial statements on a going concern basis is appropriate.

5 APPLICATION OF IAS 29 ON CONSOLIDATED ZWL FINANCIALS THAT INCLUDE A FOREIGN OPERATION

African Sun Limited (The Parent) has a foreign subsidiary (African Sun Limited SA Branch). The Parent's functional and reporting currency is the Zimbabwe Dollar ("ZWL"), which also is the Group's presentation currency. The foreign entity's functional and reporting currency is the South African Rand ("ZAR"). The Group's reporting currency (ZWL) is that of a hyperinflationary economy, whilst the foreign entity's functional currency (ZAR) is not of a hyperinflationary economy. On consolidation, the Group initially applies IAS 21 to translate the foreign operation into the reporting currency of the Group. Intra group transactions and balances are appropriately eliminated in line with the guidance of IFRS 3, Business combinations and IFRS 10, Consolidated financial statements. Subsequent to the initial recognition of the foreign entity's transactions in line with IAS 21 to ZWL for consolidation purposes, the restatement of all statement of comprehensive income numbers in a hyperinflationary currency (ZWL) to current measuring unit at reporting date.

The Auditors have a different technical interpretation of the requirements of IAS 29. Their interpretation contends that the foreign entity should only be accounted for in terms of IAS 21 as stated under IAS 29 paragraph 35. While the interpretation of IAS 29 paragraph 35 appears to specifically exclude the accounting of the foreign operation under IAS 29, our view insists that IAS 29's primary responsibility is to account for hyperinflation effects on historical financial statements in hyperinflationary currencies such as the ZWL. The foreign operation's financial statements are translated to ZWL, the reporting currency of the Group monthly and we apply IAS 29 to the Group's consolidated ZWL numbers subsequently. In addition, it is our considered view that, the auditors' interpretation should be applied to the Group's foreign currency transactions in Zimbabwe for consistency. The Group has significant foreign currency transactions (predominantly in US\$) in Zimbabwe. Our view is these transactions and that of the foreign entity are no different as the substance is they are all in a currency that is not hyperinflationary, and are converted to ZWL using the requirements of IAS 21.

The Group's position on the treatment of the foreign entity detailed above was adopted at the initial application of IAS 29 to the Group's financial statements in 2019. Despite the difference in technical interpretation on IAS 29 with the Auditors, the Group also chose to continue applying IAS 29 on the ZWL consolidated numbers in line with IAS 29 para 10; which emphasises the need for consistent application of management's judgement and procedures.

Should the Group adopt the Auditors' technical interpretation and apply IAS 29 to selective ZWL numbers, the effects on the Group's reported numbers would be as detailed below:

Directors: A. Makamure (Chairman), E. T. Shangwa (Managing Director)*, B. H. Dirorimwe (Finance Director)*, G. Chikomo, B. Childs, E. A. Fundira, N. G. Maphosa, T. M. Ngwenya, P. Saungweme. * Executive Registered Office: Monomotapa Hotel, Number 54 Park Lane, Harare, Zimbabwe. Email: venon.musimbe@africansunhotels.com, Web: www.africansunhotels.com Auditors: Deloitte & Touche Chartered Accountants (Zimbabwe), West Block, Borrowdale Office Park, Borrowdale Road, Borrowdale, Harare.



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AUDITED CONDENSED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

5 APPLICATION OF IAS 29 ON CONSOLIDATED FOREIGN OPERATION FINANCIALS (CONTINUED)

CONSOLIDATED STATEMENT OF FINANCIAL POSITION EXTRACT

	INFLA	INFLATION ADJUSTED 2020				
All figures in ZWL	31 December 2020 As presented	31 December 2020 Auditors' position	Difference			
Equity and liabilities Equity attributable to owners of the parent						
Foreign currency translation reserve	1,074,316,377	379,230,451	695,085,926			
(Accumulated losses)/retained earnings	(1,183,756,417)	(488,670,491)	(695,085,926)			
	(1).00 /. 00//		(0)0/000//20/			
	INFLA	TION ADJUSTED 20	19			
	31 December	31 December 2019				
	2019	Auditors'				
All figures in ZWL	As presented	position	Difference			
Assets						
Non-current assets						
Property and equipment	2,027,728,190	2,025,475,549	2,252,641			
Right of use asset	975,283,266	955,633,974	19,649,292			
Current assets						
Trade and other receivables	189,808,525	180,923,843	8,884,682			
Cash and cash equivalents	890,230,850	588,704,420	301,526,430			
Equity and liabilities						
Equity and habilities Equity attributable to owners of the parent						
Foreign currency translation reserve	527,070,939	54,037,996	473,032,943			
Retained earnings	336,491,391	514,747,123	(178,255,732)			
-						
Liabilities						
Non-current liabilities						
Lease liabilities	157,408,516	154,600,589	2,807,927			
Deferred tax liabilities	665,729,648	665,640,882	88,766			
Current liabilities						
Trade and other payables	801,516,080	771,163,932	30,352,148			
Current income tax	38,653,834	34,366,839	4,286,995			

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME EXTRACT

	INFL	ATION ADJUSTED 20	20
All figures in ZWL	31 December 2020 As presented	31 December 2020 Auditors' position	Difference
Profit and loss items			
Other income	152 575 421	149.072 100	4 602 222
	153,575,431 (1,577,962,160)	148,973,,199 (1,559,882,623)	4,602,232 (18,079,537)
Operating expenses Finance income			, ,
Finance income Finance costs - lease liabilities	2,528,689 (19,131,094)	1,145,183 (18,851,122)	1,383,506
Net monetary loss	(1498,415,778)	(1,289,114,030)	(279,972) (209,301,748)
Income tax credit/(expense)	350,154,231	350,531,693	(377,462)
Other comprehensive income net of tax: Exchange differences on translation of foreign operations	547,245,438	325,192,456	222,052,982
	INFL/	ATION ADJUSTED 20	19
	31 December	31 December 2019	
All figures in 7WI	2019	Auditors'	Difference
All figures in ZWL			Difference
All figures in ZWL Profit and loss items	2019	Auditors'	Difference
	2019	Auditors'	Difference (80,061,047)
Profit and loss items	2019 As presented	Auditors' position	
Profit and loss items Other income Operating expenses Finance income	2019 As presented 419,573,188	Auditors' position 499,634,235	(80,061,047) (28,910,631)
Profit and loss items Other income Operating expenses Finance income Finance costs - lease liabilities	2019 As presented 419,573,188 (2,183,082,675) 3,645,808 (38,309,750)	Auditors' position 499,634,235 (2,154,172,044) 87,784 (37,564,349)	(80,061,047) (28,910,631) 3,558,024 (745,401)
Profit and loss items Other income Operating expenses	2019 As presented 419,573,188 (2,183,082,675) 3,645,808	Auditors' position 499,634,235 (2,154,172,044) 87,784	(80,061,047) (28,910,631) 3,558,024
Profit and loss items Other income Operating expenses Finance income Finance costs - lease liabilities	2019 As presented 419,573,188 (2,183,082,675) 3,645,808 (38,309,750)	Auditors' position 499,634,235 (2,154,172,044) 87,784 (37,564,349)	(80,061,047) (28,910,631) 3,558,024 (745,401) (496,024,961)
Profit and loss items Other income Operating expenses Finance income Finance costs - lease liabilities Net monetary (loss)/gain	2019 As presented 419,573,188 (2,183,082,675) 3,645,808 (38,309,750) 134,690,152	Auditors' position 499,634,235 (2,154,172,044) 87,784 (37,564,349) 630,715,113	(80,061,047) (28,910,631) 3,558,024 (745,401)

The summarised net effects of the above variances, should the Group adopt the auditors' position is as detailed below:

6 ACCOUNTING POLICIES (CONTINUED)

(c) Equity settled share based payment transactions

The Group issued share options to managerial employees. The options are valued at fair value at the date of grant. The fair value determined is expensed on a straight-line basis over the vesting period, based on the Group's estimate of equity instruments that will eventually vest, and the liability is disclosed in a share options reserve which forms part of equity. At the end of each reporting period, the Group revises its estimate of the number of equity instruments expected to vest. The impact of the revision of the original estimates, if any, is recognised in profit or loss such that the cumulative expense reflects the revised estimate, with a corresponding adjustment to the share options reserve. The fair value at the grant date was calculated using the Volume Weighted Average Price ("VWAP") for the Group on the Zimbabwe Stock Exchange (ZSE) over a period of 30 days. This strike price was determined after taking into account the expected volatility of the Group's share price.

In terms of the share option rules the options vest 3 years from grant date and may thereafter be exercisable in whole or in part not later than a year from the said vesting date of the option. If the options remain unexercised after a period of four years from the date of grant the options expire. Options are forfeited if the employee leaves the Group before the options vest. Each employee share option converts into one ordinary share of African Sun Limited on exercise. The accrued value of employee services is credited to the equity settled share based payments reserve until such time the options are exercised. The value transferred to the share options reserve is amortised to retained earnings as the related share options are exercised or forfeited.

7 CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

The Group makes estimates and assumptions concerning the future. The resulting accounting estimates will, by definition, seldom equal the related actual results. The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are addressed below:

(a) Income taxes

Significant judgement is required in determining the liability for income taxes. There are many transactions and calculations for which the ultimate tax determination is uncertain during the ordinary course of business. The Group recognises liabilities for anticipated tax audit issues based on estimates of whether additional taxes will be due. Where the final tax outcome of these matters is different from the amounts that were initially recorded, such differences will impact the income tax and deferred tax assets and liabilities in the period in which such determination is made.

(b) Going concern

The Directors assess the ability of the Group and Company to continue operating as a going concern at the end of each financial year. As at 31 December 2020, the Directors have assessed the ability of the Group to continue operating as a going concern and believe that the preparation of these financial statements on a going concern basis is still appropriate. Some of the initiatives implemented to ensure the Group improves its profitability and continues as a going concern are discussed under note 4.

(c) Impairment of trade receivables and financial assets

The Group carried out an impairment review on trade receivables' balances as at 31 December 2020 using the simplified impairment approach which uses both historical and forward-looking information as required by IFRS 9. When developing the simplified impairment provisioning matrix, trade receivables ageing and write offs over the past 6 years were used to assess the historical default rates over the expected life of the trade receivables. The historical default rates are adjusted for forward-looking estimates in line with IFRS 9 to determine the average default rate. The forward looking estimates increased as at 31 December 2020 as a result of COVID-19 induced uncertainties and other macro-economic factors.

The following are the critical judgements, apart from those involving estimations, that the directors have made in the process of applying expected credit losses model of impairing trade receivables.

- Significant increase of credit risk in assessing whether the credit risk of an asset has significantly increased the directors considers qualitative and quantitative reasonable and supportable forward-looking information.
- Model and assumptions used the Group used model and assumptions in measuring fair value of financial assets as well as
 estimating expected credit losses ("ECL"). Directors have applied judgement in identifying the most appropriate model for
 each type of asset, as well as for determining the assumptions used in these models, including assumptions that relate to key
 drivers of credit risks.
- Business model assessment the Group determines the business model at a level that reflects how groups of financial assets are managed together to achieve a particular business objective. This assessment includes judgement reflecting all relevant evidence including how the performance of the assets is evaluated and their performance measured, the risks that affect the performance of assets and how these are managed.

(d) Determination of lease terms

The Group leases various office buildings, hotel buildings, golf course, car parks and staff housing. Rental contracts are typically made for fixed periods of two years to fifteen years. Leases for hotel buildings have extension options for renewal at the end of the lease up to five renewals at the option of the Group.

The Group determined that the non-cancellable period of the leases are the original lease terms, together with the periods covered by options to extend the leases that the Group is reasonably certain to extend because of both significant leasehold improvements undertaken, and the importance of the underlying lease assets to the Group's operations.

(e) Valuation of property and equipment

Property and equipment was valued as at 31 December 2020 by Dawn Property Consultancy (Private) Limited ("DPC") in accordance with the relevant professional guidelines and statements issued under the Royal Institute of Chartered Surveyors Appraisal and Valuation Manual (the "Red Book") 6th Edition, I international Valuations Standards Committee ("IVSC") and the Real Estate Institute of Zimbabwe ("REIZ") Standards. The valuation basis was based on market comparison method for land and cost approach for freehold property. Both valuation approaches conform to international valuation standards.

Inputs used to value property and equipment are based on unobservable market data (that is, they are classified as unobservable inputs).

Freehold properties (which comprise land and buildings) were valued using the market comparable approach for land and the depreciated replacement cost ("DRC") for hotel buildings. Both valuation basis conform to international valuation standards. The market comparable method compares like with like, extracts data from properties recently sold or on offer similar to those to be valued with the same planning controls. The data is then adjusted for size, quality and location specific to the subject property being valued. The market comparative approach was adopted for the valuation of residential houses.

INFLATION ADJUSTED All figures in ZWL 31 December 2020 2019 (Decrease)/increase in profit (222,052 982) 606,568,519 Increase/(decrease) in FCTR-Other comprehensive income 222,052,982 (606,568,519)

Decrease in Equity - (294,777,211) Decrease in liabilities - (332,313,046) Decrease in liabilities - (37,535,835)

From the financial statements extract above, it is the directors' view that should the Group not apply IAS 29 to the consolidated ZWL numbers, the Group will not achieve fair presentation as defined under IAS 1 and the conceptual framework. In addition, the directors are of the view that this renders comparability of the Group's financial statements meaningless. This difference in technical interpretation of IAS 29 is one of the bases for adverse opinion as detailed in the audit opinion.

6 ACCOUNTING POLICIES

The accounting policies adopted are consistent with those of the previous financial year, except for the changes below;

(a) IFRS 16, Leases (Impact of the initial application of Covid-19-Related Rent Concessions Amendment to IFRS 16)

In May 2020, the IASB issued Covid-19-Related Rent Concessions (Amendment to IFRS 16) that provides practical relief to lessees in accounting for rent concessions occurring as a direct consequence of COVID-19, by introducing a practical expedient to IFRS 16. The practical expedient permits a lessee to elect not to assess whether a COVID-19-related rent concession is a lease modification. A lessee that makes this election shall account for any change in lease payments resulting from the COVID-19-related rent concession the same way it would account for the change applying IFRS 16 if the change were not a lease modification.

The practical expedient applies only to rent concessions occurring as a direct consequence of COVID-19 and only if all of the following conditions are met:

- a) The change in lease payments results in revised consideration for the lease that is substantially the same as, or less than, the consideration for the lease immediately preceding the change;
- b) Any reduction in lease payments affects only payments originally due on or before 30 June 2021 (a rent concession meets this condition if it results in reduced lease payments on or before 30 June 2021 and increased lease payments that extend beyond 30 June 2021); and
- c) There is no substantive change to other terms and conditions of the lease.

(a) IFRS 16, Leases (Impact of the initial application of Covid-19-Related Rent Concessions Amendment to IFRS 16) (continued) In the current financial year, the Group has applied the amendment to IFRS 16 (as issued by the IASB in May 2020) in advance of its effective date.

The Group benefited from a waiver of lease payments on its South African subsidiary lease as a direct result of the pandemic which did not result in the lease modification. The lessor provided 100% rental and operational cost deferment for the months of April and May 2020. The deferred amount will be repaid over a period of 6 months starting from June 2020 with no interest charged. The waiver of lease payments was ZAR10,462.63 per month. The Group made an election and accounted for any change in lease payments resulting from the COVID-19-related rent concession as if it were not recognised as variable lease payments in the statement of comprehensive income. All other leases were assessed and there were no rent concessions granted in terms of IFRS16 amendment.

(b) Impairment of assets

The Group considered COVID-19 as a trigger of impairment and has assessed the impact of the pandemic on the recoverable amounts of the assets. However, some of the Group's significant assets fall outside the scope of IAS 36, "Impairment of Assets", such as trade receivables, cash and cash equivalents and inventory. All the material classes of assets, namely freehold properties, leasehold properties, equipment and motor vehicles are held under the revaluation model and the carrying amounts are deemed to be fair values. Revaluations are performed with sufficient regularity such that the carrying amounts do not differ materially from those that would be determined using fair values at the end of each reporting period. Plant and equipment was revalued on 31 December 2020, refer to note 7 fair value measurements. The revalued amounts are based on valuations by external independent valuers.

All the other categories of equipment, excluding capital work in progress (which is carried at cost), were also valued based on the depreciated replacement cost basis as there was no active market for such assets in Zimbabwe during the year. The depreciated replacement cost is derived from current prices drawn from the most recent transactions in an active market of a different nature or similar less active markets, adjusted for contractual, location and inherent differences.

8 FAIR VALUE MEASUREMENTS

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique. In estimating the fair value of an asset or a liability, the Group takes into account the characteristics of the asset or liability if market participants would take those characteristics into account when pricing the asset or liability at the measurement date. Fair value for measurement and disclosure purposes in these financial statements are determined on such basis, except for share-based payment transactions, leasing transactions, and measurements that have some similarities to fair value but are not fair value, such as net realisable value in 'inventories' or value in use in 'impairment of assets'.

In addition, for financial reporting purposes, fair value measurements are categorised into level 1, 2 or 3 based on the degree to which the inputs to the fair value measurements are observable and the significance of the inputs to the fair value measurement in its entirety, which are described as follows:

level 1, inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the Group can access at the measurement date. Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the Group has the ability to access;

level 2, inputs are inputs, other than quoted prices included within level 1, that are observable for the asset or liability, either directly or indirectly. Inputs to the valuation methodology include quoted prices for similar assets or liabilities in active markets, quoted prices for identical or similar assets or liabilities in inactive markets, inputs other than quoted prices that are observable for the asset or liability and inputs that are derived principally from or corroborated by observable market data by correlation or other means; and

level 3, inputs are unobservable inputs for the asset or liability inputs to the valuation methodology are unobservable and significant to the fair value measurement.

Property and equipment valuation processes

The Group engaged Dawn Property Consultancy (Private) Limited ("DPC") to value its property and equipment excluding services stocks and capital work in progress as at 31 December 2020. The valuation was done in accordance with the relevant professional guidelines and statements issued under the Royal Institute of Chartered Surveyors Appraisal and Valuation Manual (the "Red Book") 6th Edition, International Valuations Standards Committee ("IVSC") and the Real Estate Institute of Zimbabwe ("REIZ") Standards. The different levels of determining the fair values have been defined as follows:

- Quoted prices (unadjusted) in active markets for identical assets or liabilities (level 1).
- Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices) (level 2).
- Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs) (level 3)

There are no level 1 and level 2 assets and there were no transfers between level 1 and level 2 during 2020.

Freehold property was valued using the market comparable approach. This method compares like with like, extracts data from properties recently sold or on offer similar to those to be valued with the same planning controls. The data is then analysed and applied to the subject property varied by scrutiny of comparable not exactly equivalent in size, quality and location.

Leasehold properties, equipment and motor vehicles were valued based on the depreciated replacement cost basis as there was no active market for such assets in Zimbabwe during the year. The depreciated replacement cost is derived from adjusting current prices drawn from recent transactions in general, for contractual, location and inherent differences.

Directors: A. Makamure (Chairman), E. T. Shangwa (Managing Director)*, B. H. Dirorimwe (Finance Director)*, G. Chikomo, B. Childs, E. A. Fundira, N. G. Maphosa, T. M. Ngwenya, P. Saungweme. * Executive Registered Office: Monomotapa Hotel, Number 54 Park Lane, Harare, Zimbabwe. Email: venon.musimbe@africansunhotels.com, Web: www.africansunhotels.com Auditors: Deloitte & Touche Chartered Accountants (Zimbabwe), West Block, Borrowdale Office Park, Borrowdale Road, Borrowdale, Harare.



NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

9 INFLATION ADJUSTMENT

IAS 29 requires that financial statements prepared in the currency of a hyperinflationary economy and be stated in terms of a measuring unit current at the reporting date, and that the corresponding figures for prior periods be stated in terms of the measuring unit current at the end of reporting date. The restatement has been calculated by means of adjusting factors derived from the consumer price index(CPI) prepared by Zimbabwe National Statistics Agency ("ZimStat"). The adjustment factors used to restate the financial statements as at 31 December 2020, using 2019 base year are as follows:

Date	Indices	Adjusting Factor
CPI as at 31 December 2019	551.63	4.4859
CPI as at 31 December 2020	2,474.51	1.00

The indices and adjusting factors have been applied to the historical cost of transactions and balances as follows:

All items in income statement are restated by applying relevant monthly adjusting factors;

The net effect of the inflation adjustments on the net monetary position of the Group is included in the income statement as a monetary loss or gain;

Comparative information is restated using the inflation indices in terms of the measuring unit current at the reporting date;

The application of the IAS 29 restatement procedures has the effect of amending certain accounting policies which are used in the preparation of the financial statements under historical cost convention.

The policies affected are;

Monetary assets and liabilities are not restated as they are already stated in terms of the measuring unit current at the reporting date;

Non-monetary assets and liabilities that are not carried at amounts current at the reporting date and components of shareholders equity are restated by applying the relevant monthly adjusting factor;

Inventories are carried at the lower of indexed cost and net realisable value;

Biological assets are carried at the lower of indexed cost and fair value, less estimated point of sale costs;

Deferred tax is provided in respect of temporary differences arising from the restatement of assets and liabilities; and

All items of cash flow statement are expressed in terms of measuring unit current at the reporting date.

The Group's foreign subsidiary's transactions once converted to ZWL, are treated like all other ZWL numbers as described in note 5.

10 FINANCIAL RISK MANAGEMENT

(i) Key Liquidity Risk Disclosures

Cumulative liquidity gap

Liquidity risk is the risk that the Group may encounter difficulty in meeting obligations associated with financial liabilities that are settled by delivering cash or another financial asset.

Cash flow forecasting is performed at the operating entity level of the Group and aggregated by the Group Finance. Group Finance monitors rolling forecasts of the Group's liquidity requirements to ensure it has sufficient cash to meet operational needs while maintaining sufficient headroom on its undrawn committed borrowing facilities at all times so that the Group does not breach borrowing limits or covenants (where applicable) on any of its borrowing facilities. Such forecasting takes into consideration the Group's debt financing plans, covenant compliance, compliance with internal financial position ratio targets and, if applicable external regulatory or legal requirements, for example, currency restrictions.

Surplus cash held by the operating entities in excess of the amount required for working capital management are transferred to the Group Finance. Group Finance invests surplus cash in interest bearing current accounts, time deposits and money markets deposits, choosing instruments with appropriate maturities or sufficient liquidity to provide sufficient head-room as determined by the above-mentioned forecasts.

The tables below analyse the Group's liquidity gap in to relevant maturity groupings based on the remaining period at the reporting date to the contractual maturity date. The amounts disclosed in the table are the contractual undiscounted cash flows.

		INFLATION	ADJUSTED		
All figures in ZWL	Less than 1 vear	1 to 5 years	More than 5 years	Total	
s at 31 December 2020					
Liabilities Trade and other payables	(781,092,373)	-	-	(781,092,373)	
Lease liabilities	(4,319,456)	(9,030,363)	(246,529,940)	(259,879,759)	
Fotal liabilities	(785,411,829)	(9,030,363)	(246,529,940)	(1,040,972,132	
Assets held for managing liquidity risk					
Frade and other receivables	205,686,753	6,191,861	-	211,878,614	
Cash and cash equivalents	799,374,360	-	-	799,374,36	
Total assets held for managing liquidity risk	1,005,061,113	6,191,861	-	1,011,252,974	
Liquidity gap Cumulative liquidity gap	219,649,284 219,649,284	(2,838,502) 216,810,782	(246,529,940) (29,719,158)	(29,719,158	
	217/047/204	210,010,702	(23), 13, 130)		
As at 31 December 2019					
L iabilities Frade and other payables	(801,516,080)			(801,516,080	
Lease Liabilities	(801,516,080) (1,997,659)	- (9,988,293)	- (147,420,221)	(159,406,173	
Total liabilities	(803,513,739)	(9,988,293)	(147,420,221)	(960,922,253)	
	(000,510,757)	(),)00,2)3)	(14),420,221)	()00,)22,233	
Assets held for managing liquidity risk Trade receivables	459,960,831	7,305,590	-	467,266,421	
Cash and cash equivalents	890,230,850	-	-	890,230,850	
Total assets held for managing liquidity risk	1,350,191,681	7,305,590	-	1,357,497,271	
Liquidity gap	546,677,942	(2,682,703)	(147,420,221)	396,575,018	
Cumulative liquidity gap	546,677,942	543,995,239	396,575,018		
	HISTORICAL COST				
All figures in ZWL	Less than 1 year	1 to 5 years	More than 5 years	Tota	
As at 31 December 2020	r				
Liabilities					
Trade and other navables	(701 002 272)			(791 002 272	
	(781,092,373) (4,319,456)	- (9.030.363)	- (246,529,940)		
Lease liabilities	(4,319,456)	(9,030,363)	- (246,529,940)	(259,879,759)	
Lease liabilities		- (9,030,363) (9,030,363)		(259,879,759)	
Lease liabilities Total liabilities Assets held for managing liquidity risk	(4,319,456)			(259,879,759 (1,040,972,132	
Lease liabilities Total liabilities Assets held for managing liquidity risk Trade and other receivables	(4,319,456) (785,411,829) 175,818,933			(259,879,759 (1,040,972,132 182,010,794	
Lease liabilities Total liabilities Assets held for managing liquidity risk Trade and other receivables	(4,319,456) (785,411,829)	(9,030,363)		(259,879,759) (1,040,972,132) 182,010,794	
Lease liabilities Total liabilities Assets held for managing liquidity risk Trade and other receivables Cash and cash equivalents Total assets held for managing liquidity risk	(4,319,456) (785,411,829) 175,818,933 799,374,360 975,193,293	(9,030,363) 6,191,861 - 6,191,861	(246,529,940) - - -	(259,879,759) (1,040,972,132) 182,010,794 799,374,360 981,385,154	
Lease liabilities Total liabilities Assets held for managing liquidity risk Trade and other receivables Cash and cash equivalents Total assets held for managing liquidity risk Liquidity gap	(4,319,456) (785,411,829) 175,818,933 799,374,360 975,193,293 189,781,464	(9,030,363) 6,191,861 - 6,191,861 (2,838,502)	(246,529,940) - - - (246,529,940)	(259,879,759) (1,040,972,132) 182,010,794 799,374,360 981,385,154	
Lease liabilities Fotal liabilities Assets held for managing liquidity risk Frade and other receivables Cash and cash equivalents Fotal assets held for managing liquidity risk Liquidity gap Cumulative liquidity gap	(4,319,456) (785,411,829) 175,818,933 799,374,360 975,193,293	(9,030,363) 6,191,861 - 6,191,861	(246,529,940) - - -	(259,879,759 (1,040,972,132 182,010,794 799,374,360 981,385,154	
Lease liabilities Fotal liabilities Assets held for managing liquidity risk Frade and other receivables Cash and cash equivalents Fotal assets held for managing liquidity risk Liquidity gap Cumulative liquidity gap	(4,319,456) (785,411,829) 175,818,933 799,374,360 975,193,293 189,781,464	(9,030,363) 6,191,861 - 6,191,861 (2,838,502)	(246,529,940) - - - (246,529,940)	(259,879,759 (1,040,972,132 182,010,794 799,374,360 981,385,154	
Lease liabilities Total liabilities Assets held for managing liquidity risk Trade and other receivables Cash and cash equivalents Total assets held for managing liquidity risk Liquidity gap Cumulative liquidity gap As at 31 December 2019 Liabilities	(4,319,456) (785,411,829) 175,818,933 799,374,360 975,193,293 189,781,464 189,781,464	(9,030,363) 6,191,861 - 6,191,861 (2,838,502)	(246,529,940) - - - (246,529,940)	(259,879,759 (1,040,972,132 182,010,794 799,374,360 981,385,154 (59,586,978	
Lease liabilities Total liabilities Assets held for managing liquidity risk Trade and other receivables Cash and cash equivalents Total assets held for managing liquidity risk Liquidity gap Cumulative liquidity gap As at 31 December 2019 Liabilities Trade and other payables	(4,319,456) (785,411,829) 175,818,933 799,374,360 975,193,293 189,781,464 189,781,464 189,781,464	(9,030,363) 6,191,861 6,191,861 (2,838,502) 186,942,962	(246,529,940) - - (246,529,940) (59,586,978)	(259,879,759) (1,040,972,132) 182,010,794 799,374,360 981,385,154 (59,586,978)	
Lease liabilities Fotal liabilities Assets held for managing liquidity risk Grade and other receivables Cash and cash equivalents Fotal assets held for managing liquidity risk Liquidity gap Cumulative liquidity gap As at 31 December 2019 Liabilities Frade and other payables Lease Liabilities	(4,319,456) (785,411,829) 175,818,933 799,374,360 975,193,293 189,781,464 189,781,464 189,781,464 (178,676,299) (445,324)	(9,030,363) 6,191,861 (2,838,502) 186,942,962	(246,529,940) - - (246,529,940) (59,586,978) (32,863,345)	(259,879,759 (1,040,972,132 182,010,794 799,374,360 981,385,154 (59,586,978 (178,676,299 (35,535,289	
Lease liabilities Total liabilities Assets held for managing liquidity risk Trade and other receivables Cash and cash equivalents Total assets held for managing liquidity risk Liquidity gap Cumulative liquidity gap As at 31 December 2019 Liabilities Trade and other payables Lease Liabilities	(4,319,456) (785,411,829) 175,818,933 799,374,360 975,193,293 189,781,464 189,781,464 189,781,464	(9,030,363) 6,191,861 6,191,861 (2,838,502) 186,942,962	(246,529,940) - - (246,529,940) (59,586,978)	(259,879,759 (1,040,972,132 182,010,794 799,374,360 981,385,154 (59,586,978 (178,676,299 (35,535,289	
Lease liabilities Total liabilities Assets held for managing liquidity risk Trade and other receivables Cash and cash equivalents Total assets held for managing liquidity risk Liquidity gap Cumulative liquidity gap Liabilities Trade and other payables Lease Liabilities Total liabilities Assets held for managing liquidity risk	(4,319,456) (785,411,829) 175,818,933 799,374,360 975,193,293 189,781,464 189,781,464 189,781,464 (178,676,299) (445,324) (179,121,623)	(9,030,363) 6,191,861 (2,838,502) 186,942,962 (2,226,620) (2,226,620)	(246,529,940) - - (246,529,940) (59,586,978) (32,863,345)	(259,879,759 (1,040,972,132 182,010,794 799,374,360 981,385,154 (59,586,978 (178,676,299 (35,535,289 (214,211,588	
Lease liabilities Total liabilities Assets held for managing liquidity risk Trade and other receivables Cash and cash equivalents Total assets held for managing liquidity risk Liquidity gap Cumulative liquidity gap Liabilities Trade and other payables Lease Liabilities Total liabilities Assets held for managing liquidity risk Trade receivables	(4,319,456) (785,411,829) 175,818,933 799,374,360 975,193,293 189,781,464 189,781,464 189,781,464 (178,676,299) (445,324) (179,121,623) 93,015,373	(9,030,363) 6,191,861 (2,838,502) 186,942,962	(246,529,940) - - (246,529,940) (59,586,978) (32,863,345)	(259,879,759) (1,040,972,132) 182,010,794 799,374,360 981,385,154 (59,586,978) (178,676,299) (35,535,289) (214,211,588) 94,643,956	
Lease liabilities Total liabilities Assets held for managing liquidity risk Trade and other receivables Cash and cash equivalents Total assets held for managing liquidity risk Liquidity gap Cumulative liquidity gap Liabilities Trade and other payables Lease Liabilities Total liabilities Assets held for managing liquidity risk Trade receivables	(4,319,456) (785,411,829) 175,818,933 799,374,360 975,193,293 189,781,464 189,781,464 189,781,464 (178,676,299) (445,324) (179,121,623)	(9,030,363) 6,191,861 (2,838,502) 186,942,962 (2,226,620) (2,226,620)	(246,529,940) - - (246,529,940) (59,586,978) (32,863,345)	(259,879,759) (1,040,972,132) 182,010,794 799,374,360 981,385,154 (59,586,978) (178,676,299) (35,535,289) (214,211,588) 94,643,956	
Trade and other payables Lease liabilities Total liabilities Assets held for managing liquidity risk Trade and other receivables Cash and cash equivalents Total assets held for managing liquidity risk Liquidity gap Cumulative liquidity gap As at 31 December 2019 Liabilities Trade and other payables Lease Liabilities Total liabilities Assets held for managing liquidity risk Trade receivables Cash and cash equivalents Total assets held for managing liquidity risk Liquidity gap	(4,319,456) (785,411,829) 175,818,933 799,374,360 975,193,293 189,781,464 189,781,464 189,781,464 (178,676,299) (445,324) (179,121,623) 93,015,373	(9,030,363) 6,191,861 (2,838,502) 186,942,962 (2,226,620) (2,226,620)	(246,529,940) - - (246,529,940) (59,586,978) (32,863,345)	(781,092,373) (259,879,759) (1,040,972,132) 182,010,794 799,374,360 981,385,154 (59,586,978) (214,211,588) (214,211,588) 94,643,956 198,452,854 293,096,810 78,885,222	

112,346,604 111,748,567

10 FINANCIAL RISK MANAGEMENT (CONTINUED)

(ii) Key Credit Risk Disclosures

Trade receivables

The Group applies the IFRS 9 simplified approach to measuring expected credit losses which uses a lifetime expected credit loss allowance for all trade receivables. To measure the expected credit losses, trade receivables have been grouped based on shared credit risk characteristics and the days past due.

The expected credit loss rates are based on the payment profiles of sales over a period of 60 months.

The historical expected credit loss rates are adjusted to reflect current and forward-looking information on macroeconomic factors affecting the ability of the customers to settle the receivables. The Group has identified the current liquidity challenges, inflation and foreign currency shortages to be the most relevant factors, and accordingly adjusted the historical credit loss rates based on expected changes in these factors.

The closing expected credit loss allowances for trade receivables as at 31 December 2020 reconcile to the opening expected credit loss allowances as follows:

	INFLATIC	N ADJUSTED	HISTORICAL COST		
All figures in ZWL	31 December 2020	31 December 2019	31 December 2020	31 December 2019	
Opening expected credit loss allowance as at					
1 January 2020	71,846,606	11,651,686	16,016,255	2,597,428	
Increase in expected credit loss allowance recognised in profit or loss during the year	(33,793,243)	60,194,920	22,037,108	13,418,827	
As at 31 December	38,053,363	71,846,606	38,053,363	16,016,255	

Other financial assets at amortised cost

Other financial assets at amortised cost include staff and key management personnel debtors and receivables from related parties.

11 SEGMENT ANALYSIS

The executive committee assesses the performance of the operating segments based on:

- hotel occupancies;
- hotel revenue per available room ("RevPAR"); hotel average daily rate ("ADR"); and
- profitability.
- promasine)

Operating segments are made up of four strategic business segments which are;

1. Country and City Hotels

This segment comprise Troutbeck Resort, Holiday Inn Harare, Holiday Inn Bulawayo, Holiday Inn Mutare and Monomotapa Hotel. The hotels are headed by Country and City Hotels Operations Executive who reports to the Managing Director.

2. Resort Hotels

The segment is made up of the Elephant Hills Resort and Conference Centre, The Kingdom at Victoria Falls, Hwange Safari Lodge, Great Zimbabwe and Caribbea Bay Resort the hotels are headed by the Resort Hotels Operations Executive who reports to the Managing Director.

8. Partnership

This refers to The Victoria Falls Hotel which is jointly operated with Meikles Hospitality (Private) Limited and is an affiliate of the Leading Hotels of the World (LHW).

4. Other

This segment comprise of Sun Leisure, Central office, Sun Casinos, and the South Africa Branch. Sun Leisure houses the Group's touring division (Sun Leisure Tours) and the Casinos (Sun Casinos).

Revenue from contracts with customers

Revenue from contracts with customers between segments are eliminated on consolidation. The revenue from external parties reported to the executive committee is measured in a manner consistent with how revenue is measured in the statement of comprehensive income. The Group derives revenue from the transfer of goods and services at a point in time in the above segments.

The amounts provided to the executive committee with respect to total assets are measured in a manner consistent with that of the financial statements. These assets are allocated based on the operations of the segment and the physical location of the asset.

All interest bearing liabilities have been allocated to segments as they relate to specific bank loans obtained by the segments.

Earnings before interest, tax, depreciation and amortisation ("EBITDA") has been calculated excluding exceptional items relating to profit/(loss) from disposal of property and equipment and fair value adjustment on biological assets.

The Group does not rely on any one specific customer as none of its customers contribute a minimum of 10% of its revenue.

The segment information provided to the executive committee for the reportable segments is as follows:

	INFLATION ADJUSTED						
	Country			Supporting			
	and	Resort		business	Inter		
All figures in ZWL	City Hotels	Hotels	Partnership	units	segments	Consolidated	
31 December 2020							
Sale of rooms	675,477,096	228,750,784	57,258,010	-	-	961,485,890	
Sale of food and beverages	527,256,380	241,907,036	27,378,683	-	-	796,542,099	
Management fees and				50 265 020	(50.265.020)		
commissions Conferencing	- רכד דדד 11	15 900 260	-	50,365,829	(50,365,829)	-	
5	21,775,737	15,890,369	-	-	-	37,666,106	
Other income	18,721,238	14,576,119	5,569,575	2,144,738	-	41,011,670	
Revenue from contracts with customers	1,243,230,451	501,124,308	90,206,268	52,510,567	(50,365,829)	1,836,705,765	
Gaming	1,243,230,451	501,124,508	90,200,208	3,246,364	(30,303,829)	3,246,364	
Gunnig				5,210,501		5,240,504	
Revenue	1,243,230,451	501,124,308	90,206,268	55.756.931	(50,365,829)	1,839,952,129	
	.,0,_00, .01		20,200,200		(20)202/0127	.,,,,	
Material items included in profit before tax							
Cost of sales	(311,197,198)	(175,885,577)	(25,988,913)	(1,129,953)	-	(514,201,641)	
Employee benefit expenses	(135,976,157)	(110,880,525)	(21,377,482)	(94,330,165)	-	(362,564,329)	
Short term, low value and variable							
lease expenses	(115,995,291)	(50,016,363)	(8,858,040)	(1,109,187)	-	(175,978,881)	
Exchange (loss)/gain	(214,224,777)	(138,129,021)	51,104,818	106,318,434	-	(194,930,546)	
Other information							
EBITDA	462,234,797	(54,655,548)	31,083,529	(483,613,057)	50,365,829	5,415,550	
Depreciation	(144,046,430)	(85,862,803)	(31,946,941)	(26,319,481)	-	(288,175,655)	
Rights of use assets amortisation	(5,295,134)	(454,596)	(62,714)	(2,943,512)	-	(8,755,956)	
Finance costs - borrowings (net)	(21,819,100)	(26,787,336)	(427,809)	2,956,885	-	(46,077,360)	
Finance costs - lease liabilities	(16,997,633)	(1,185,957)	(194,829)	(752,675)	-	(19,131,094)	
Net monetary loss	-	-	-	(1,498,415,778)	-	(1,498,415,778)	
			(((* *** * *** ***	
Profit/(Loss) before income tax	274,076,500	(168,946,240)	(1,548,764)	(2,009,087,618)	50,365,829	(1,855,140,293)	
Total assets as at		700 540 005		075 476 007		2 517 526 561	
31 December 2020	1,615,257,519	/23,562,805	203,239,330	975,476,907	-	3,517,536,561	
Total assets include:							
Additions to non-current assets (other than financial instruments and deferred tax assets):							
- Property and equipment	63,246,032	81,918,695	2,232,663	31,685,256	-	179,082,646	
to a Normal standard and a second		,, -,->0	,,,,			.,,	
Total liabilities as at 31 December 2020	689,517,162	414,647,281	35,708,471	321,241,650	-	1,461,114,564	

Directors: A. Makamure (Chairman), E. T. Shangwa (Managing Director)*, B. H. Dirorimwe (Finance Director)*, G. Chikomo, B. Childs, E. A. Fundira, N. G. Maphosa, T. M. Ngwenya, P. Saungweme. * Executive Registered Office: Monomotapa Hotel, Number 54 Park Lane, Harare, Zimbabwe. Email: venon.musimbe@africansunhotels.com, Web: www.africansunhotels.com Auditors: Deloitte & Touche Chartered Accountants (Zimbabwe), West Block, Borrowdale Office Park, Borrowdale Road, Borrowdale, Harare.

78,885,222



NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

11 SEGMENT ANALYSIS (CONTINUED)

Biocombo 2019 Sp202228 Sp20228 Sp202288 Sp20228	SEGMENT ANALTSIS (CONTINUE)		IN	FLATION ADJU	STED (CONTINU	JED)	
Standard 20 Standard 20 St	All figures in ZWL	and	Resor	•	business		Consolidated
Back for and the second in the seco		city notels	notel		wiitt3		
	Sale of rooms						2,273,870,786
Number form 2.203.500 1.040.503 1.97.403.00 9.97.403.00 9.40.57.700 <	5	795,332,158	660,199,242	7 197,166,301 -		(940,951,703)	1,652,697,706
	Conferencing					(, ,,, , , , , , , , , , , , , , , , ,	62,477,140
utatanan mang 18.2.22.88 1 1.66.27.190 0.7.279.06 94.293.7.20 94.293.7.20 1.62.27.290 1.52.27.200		22,835,984	54,049,559	9 19,784,838			96,670,381
Normal1.62.02.8.01.645.87.1.40.707.90095.927.2.00.409.97.01.009.97.0Sorializi proprioritionic straining proprioritionic	ustomers	1,802,028,898	1,665,887,149	9 617,799,966 -		(940,951,703)	4,085,716,013 14,975,657
	5	1.802.028.898	1.665.887.149	617.799.966		(940-951-703)	4,100,691,670
abs of misile microsobe bandfer compared and second band energy and an advanced in the information of advance advanced in the information information advanced information adv		1,002,020,090	1,005,007,14	5 017,755,500	933,927,300	(940,931,703)	4,100,091,070
Darbare, Darbare, Davids, Markan, Marka	•	(429,171,552)	(328,974,270) (92,859,379)) (537,832)	-	(851,543,033
stare segments intergram 1101.152.050 (17.023010) 0.0312.400 - (00.3017) Stare segments intergram 0.152.052 (17.023010) 0.0312.002 0.0312.002 0.0312.002 Stare segments intergram 0.152.052 (17.023010) 0.0312.002 0.0322.002 0.		(188,471,955)	(167,683,080) (32,921,570)) (155,850,405)	-	(544,927,010
Control Control <t< td=""><td>ease expenses</td><td>(160,190,805)</td><td>(179,329,014</td><td>) (62,302,541)</td><td></td><td>-</td><td>(403,834,806</td></t<>	ease expenses	(160,190,805)	(179,329,014) (62,302,541)		-	(403,834,806
STDA ippercipation611.63.2.32 (0.02.3.39)99.401.7.0 (0.02.3.39)90.90.21.00 (0.	xchange gain/(loss)	3,508,690	(98,921,230) 357,350,628	353,912,408	-	615,850,496
Dependention (115.07.3.299) (92.475.84) (12.01.208) (17.1.97) (12.01.208) (17.1.97) (12.01.208) (17.1.97) (12.01.201) (17.2.7.07) (12.01.201) (17.2.7.07) (12.01.201) (17.2.7.07) (12.01.201) (17.2.7.07) (12.01.201) (17.2.7.07) (12.01.201) (17.2.7.07) (12.01.201) (17.2.7.07) (12.01.201)		<i>(</i>)(<i>(</i>))))	470 404 45		(076 200 405)	040 054 703	1 740 077 46
Data between from experiment in the second base base in a second base base in a second base base base in a second base base base in a second base base base base base base base base							(301,482,272
Index.ex.or.laskingine (12.200.22) (1.312.408) (12.200.23) (1.412.409) (1.412.400)	5	(11,353,781)	(1,603,393) (471,849)		-	(17,376,338
Noticipal between benome to the section of the sectin of the sectin of the section of the section of the section of th	5	(32,289,252)	(4,132,438) (1,273,068)		-	(38,309,750
Sector Sector<	let monetary (loss)/gain				134,690,152	-	134,690,152
Instructional control control sectors in the control of control control sectors in the control control sectors in the control control control sectors in the control co	Profit/(loss) before income tax	422,996,003	383,417,487	7 632,613,972	2 (863,702,478)	940,951,703	1,516,276,687
difference and south s	otal assets as at 31 December 2019	2,027,720,296	1,513,903,997	649,720,329	480,852,783	-	4,672,197,405
Property and equipment 139,331 593 181,867,003 70,275,477 11,04,979 403,027 tabilishing as at December 2009 515,876,675 503,541,730 93,336,595 495,745,396 1,708,520 at 31 December 2009 412,555,795 19,92,266 - - 513,33 at 6 floating and persons 375,221,421 120,796,109 142,555,795 19,92,266 - - 513,33 at 6 floating and persons 375,221,421 120,796,109 12,726,809 (21,726,809) 1,219,231 at 6 floating and persons 375,221,421 120,796,577 33,000,866 23,801,027 (21,726,809) 1,219,231 the increase 10,962,594 5,962,373 33,000,866 23,801,027 (21,726,809) 1,219,431 at floating meriod can be senger 80,670,333 287,906,537 33,000,866 23,801,027 (21,726,809) 1,219,631 at floating meriod can be senger 80,670,333 287,906,537 33,000,866 23,801,027 (21,726,809) 1,219,631 at floating meriod can be senger (20,597,271)	dditions to non-current assets other than financial instruments and						
Descender 2019 0.5.8.76.75 5.03.8.41.72.00 9.3.356.592 4.95.78.336 - 1.7.08.227 If gures in ZVL City Hotels Resort Introduct Scott Segments Consult staf 3 Deember 2020 407.799.003 113.636.795 19.902.666 - - 651.33 ale of norm 575.201.72 129.799.101 10.494.523 - - 513.23 ale of norm 13.202.902 5.048.904 - - 2.7.29.890 - - 2.02.400 - 2.02.400 - 2.02.400 - - 2.02.900 - 2.02.900 - 2.02.900 - 1.219.657 - 2.03.900 - 1.219.657 - 1.219.657 - 1.219.657 - 1.219.657 - 1.219.657 - 1.219.657 - 1.219.657 1.323 - 1.12.400 - 1.219.657 1.219.657 1.219.657 1.219.657 1.219.657 1.219.657 1.219.657 1.219.657 1.219.657 1.219.657	Property and equipment	139,831,593	181,867,600	5 70,275,477	11,046,979		403,021,655
State of all all all all all all all all all al							
Count of the series o	1 December 2019	615,876,675	503,541,730			_	1,708,520,390
Utgures in 2011 City Helds Resort Protection biolinesis Partnership biolinesis Partnership biolinesis Partnership Consolic Partnership sta 31 December 2020 375,521,425 129,295,618 10,454,523 - 513,33 ste of comp de of comp sequence from contracts with ustomers 375,521,425 129,295,618 10,454,523 - 21,726,890 (21,726,890) 12,126,893 Steparene from contracts with ustomers 396,570,333 287,906,537 33,080,896 23,301,027 (21,726,890) 1,221,161 Laterial Resorts 200,054,223 07,042,564 (10,060,653) (811,401) - (13,042,640) Store factor (200,554,223) 07,042,564 (10,060,653) (811,401) - (13,042,640) Nort lens, lockded in protection (13,041,2468) (13,042,279) (14,243,230) (13,274,943) (13,172,940) (34,273,973) (13,240,230) (14,273,230) (14,273,230) (14,273,230) (14,273,230) (14,273,230) (14,273,230) (14,273,230) (14,273,230) (14,273,230) (14,273,230) (14,273,230) (14,273,2		Country		HISTORIC			
is 31 December 2020 487,799,009 143,68,795 19,902,666 - 651,53 ale of food and beerages 487,799,009 143,68,795 19,902,666 - 621,33 arrangement fees and commissions 14,902,946 5,946,893 - 21,726,890 (21,726,890) 12,1726,890 12,1926,116 11,2400 12,161 12,161 12,162 11,1240 12,1424 12,	All figures in ZWL	and		Partnership	business		Consolidated
ale of cond and beyongs 447,799,000 145,658,795 19,002,666 - - 615,137 Amagement fees and orminations 378,521,425 122,758,018 10,44,523 - - 20,208,000 Interenting 14,962,964 5,546,894 - - - 20,208,000 Interenting 14,962,964 5,546,894 - - - 20,208,000 Interenting 14,962,964 5,546,894 - - - 20,209,000 Interenting 14,962,964 5,546,894 - - 1,235,949 (21,726,890) 1,221,963 Interenting 965,570,333 287,906,537 33,080,896 23,801,027 (21,726,890) 1,221,963 Interenting (20,03,04,228) (97,042,564) (10,96,053) (91,1,01) - (20,90,201) - (21,726,890) (21,726,890) 1,221,603 0 1,124,003 0 (31,726,791) (31,928,90,91,403,91,91,91,91,91,91,91,91,91,91,91,91,91,							
Anagement fess and omferstoning inferrenting in		487,799,009	143,636,795	19,902,666	-	-	651,338,470
normisoins	-	378,521,425	129,759,618	10,454,523	-	-	518,735,56
Nher income 15.286.935 8.563.230 2.723.707 2.074,137 - 2.8641 is mining 1.335.080.896 23.801,027 (21,726,890) 1.213,63 is mining 1.335.381 (21,726,890) 1.213,63 is mining 23.801,027 (21,726,890) 1.211,66 is mining 1.335.381 (21,726,890) 1.211,66 is mining (20,0504,280) (07,042,564) (10,696,637) (33,38,988) (21,726,890) 1.221,66 is mining (20,0504,280) (07,042,564) (10,696,637) (33,23,988) (11,24,080) (11,24	ommissions	-	-	-	21,726,890	(21,726,890)	
Besent from contracts with aming Bit Form contracts with Bit Form contracts with Saming Bit Form contracts with Bit Form Contracts with Contracts with Saming Bit Form Contracts with Bit Form Contracts with Saming Bit Form Contracts with Bit Form Contracts with Saming Bit Form Contracts with Bit Form Contracts with Saming Bit Form Contr	, J			- 2 723 707	- 2 074 137	-	20,909,858 28,648,009
aning 1,335,941 1,335,941 1,335 were 896,570,333 287,906,537 33,080,896 25,336,968 (21,726,699) 1,231,167 Apprel lamin colded in profit soft of alse motives benefit sepenses (20,050,1228) (97,942,564) (10,66,053) (811,401) 509,955 Stange (loss)(gain motives benefit sepenses (20,057,233) (20,07,976) (332,742,35) 21,726,699 (337,4023) Stange (loss)(gain mance costs brownings fred innance costs brownings fred in deferred tax assets aber frad marked instruments aber fred and beverages fred instruments 1,238,492,78 2,644,954 2,7957,094 2,10,22,093 I December 2020 675,602,775	levenue from contracts with					(
Asterial Rems included in profit doter bars Construction Construction Construction Construction Soft of sales (200,504,228) (97,042,564) (10,696,053) (811,401) - (216,449 Anthree (Loss) (spin) (80,593,723) (28,097,209) (3,172,274) (53,6548) - (112,400 Astange (Loss) (spin) (3,3142,468) (27,1814) (23,2779,575) (22,183,592) - (18,100) Mine of use sexts amorthation (43,517,299) (53,400,232) (18,61630) - (14,920) Ipin of use sexts amorthation (47,775,752) (20,27,753) (16,616,01) (47,781) Imance costs borrowings (net) (13,579,593) (649,212) (102,301) (49,902) - (14,900) Oral assets indiced (115,728,469) (19,250,466) (350,900,971) 21,726,890 (212,860) Oral assets indiced (115,775,732) (46,727,71) (49,627,77) (40,627,97,41) (41,923,933) (41,129,933) (41,728) Oral assets indiced (112,239,033) (11,239,033) (11,23		896,570,333	287,906,537	33,080,896		(21,726,890)	1,219,631,903 1,535,94
Advertusion Subscription Subscription </td <td>Revenue</td> <td>896,570,333</td> <td>287,906,537</td> <td>33,080,896</td> <td>25,336,968</td> <td>(21,726,890)</td> <td>1,221,167,844</td>	Revenue	896,570,333	287,906,537	33,080,896	25,336,968	(21,726,890)	1,221,167,844
cost of sales (200,942,228) (97,042,544) (10,696,053) (811,401) - (309,054) mployee benefit expenses (80,052,223) (28,072,079) (11,164,165) (53,02,016) - (12,449) horterm., low value and variable (80,052,223) (28,072,008) (3,172,274) (53,02,016) - (12,449) horterm., low value and variable (80,052,223) (28,072,008) (3,172,274) (53,02,016) - (11,240) herterm., low value and variable (93,517,971) (34,003,067) (828,579) (33,279,235) 21,726,890 (18,164) herterm., low value and variable (12,318,884) (26,773,33) (16,164) 94,0922 - (47,78) herterm., low value and variable (12,318,884) (25,773,33) (11,240) - 11,49,50 horterm., low value and variable (25,692,775) 406,277,12 (10,254,974) 27,957,094 - 210,492 horterm., low value and variable (57,602,775) 406,279,741 34,987,878 286,990,9371 - 1,403,866 <	Material items included in profit						
mployeebendfit openses (a2,212,201) (63,172,277) (11,661,854) (59,002,016) - (216,443) base apponds (a3,012,468) (a2,07,508) (3,172,724) (53,6549) - (112,400) base apponds (a3,012,468) (a2,07,508) (a3,742,637) (a2,63,73) (a3,742,638) (a2,749,235) 21,726,890 38,022 bencation (a3,517,991) (a4,693,067) (a2,63,733) (a4,694,090) - (11,469) inance costs. browings (ret) (11,21,808,480) (a2,672,336) (116,416) 91,0694,090) - (14,590) total assets as at 31 December 2020 (21,18,188,40) (a2,672,336) (15,216,80,71) - 2,247,453 alco frootn (a4,694,421) (10,2,011) (a0,085) - 1,403,466 total assets is at 31 December 2020 c75,602,775 406,277,74 189,858,115 911,251,807 3,285,927 total deferred tax asset): robic 24,973 105,092,281 41,725,523 - 247,453 ale of footn ale of footn 2,765,642,77	before tax	(200 504 220)	(07.042.564)	(10 (0(052)	(011 401)		(200.054.246
ase expenses (80.593/23) (28.07.908) (3.172.74) (536.548) - (172.400 (130.412.468) (8.2.718.914) (23.707.575 5.2018.592 - (137.405 Sther information BTDA 384,779,871 (34.903,087) (828.579) (332.749,235) 21.726,890 (181.647 (130.517.591) (53.104.232) (16.164.890) (15.9694.090) - (16.18.00 (14.575.33) (24.893) (16.146.890) (15.9694.090) - (16.14.690 (12.18.18.848) (27.678.733) (16.146.1890) (15.9694.090) - (14.950 rofof/(loss) before income tax 251.372.080 (115.728.469) (19.250,466) (350,980.971) 21.726,890 (212.860 colassets as at 31 December 1.508,909,460 675,907.974 189,858,115 911,251,807 - 3.285.927 total assets include: dditions to non-current assets bird management fees and 1.508,909,460 675,907.974 189,858,115 911,251,807 - 3.285.927 total assets include: dditions to non-current assets bird management fees and 1.508,909,460 675,907.974 189,858,115 911,251,807 - 1.403,866 1 December 2020 - 675,602.775 406,279,741 34,987.878 286,999,371 - 1.403,866 1 December 2020 - 675,602.775 406,279,741 34,987.878 286,999,371 - 1.403,866 1 December 2020 - 100.624,973 105,092.281 41,735,523 - 2.474.65 ale of froom and and beverages 88,043.278 73.789,74 2.0366,376 - 112,219,033 (11,239,033 (12,259,13 - 1.656,14 - 1.656,14						-	(309,054,246) (216,449,050
xxxhange (loss)/gain (130,412,468) (82,718,914) 23,270,575 52,018,592 - (137,405 byber information 384,779,871 (34,903,087) (828,579) (332,749,235) 21,726,6890 38,027 byperecision (93,517,991) (53,140,232) (18,164,800) (16,944,000) - (18,1800) byser outs- borrowing inet) (13,179,393) (64,927,336) (116,416) 940,922 - (47,781) binance costs- borrowing inet) (13,95,393) (64,921) (102,301) (403,085) - (14,950) broft/(loss) before income tax 251,372,080 (115,728,469) (19,250,466) (350,980,971) 21,726,890 (21,860) otal assets as at 31 December 1,508,909,460 675,907,974 189,858,115 911,251,807 - 3,285,927 otal assets as at 31 December 2019 100,624,973 100,692,281 41,735,523 - 247,453 ale of room and beverages 88,0432,97 73,789,374 20,363,355 - 247,453 ale of room and beverages 88,0432,97 73,789,374 20,363,355 - 247,453 ale of room and beverages 88,043,948,59 64,110,589 14,239,033		(80 593 723)	(28 097 908)	(3 172 724)	(536 548)	_	(112,400,903
BTDA 384,779,871 (44,903,067) (832,779) (32,742,25) (21,726,890) (18,100) ights of use assets amortisation (9,517,991) (23,164,890) (1,725,483) (16,940,000) ights of use assets amortisation (21,25,23) (248,393) (11,161) (49,922) (47,731) inance costs - locar workings (inclusion) (21,818,844) (26,773,30) (11,161) (49,922) (47,753) roft/(loss) before income tax 251,372,080 (15,728,469) (19,250,466) (350,980,971) 21,726,890 (21,860) obtal assets include: (different income tax) (45,502,775) 406,279,711 34,987,878 286,990,371 1,403,860 obtal assets include: (different tax assets): (different tax assets): (different tax assets): 1,403,860 (11,239,033) (11,239,033) (11,239,033) (11,239,033) (11,239,033) (11,239,033) (11,239,033) (11,239,033) (11,239,033) (11,239,033) (11,239,033) (11,239,033) (11,239,033) (11,239,033) (11,239,033) (11,239,033) (11,239,033) (11,239,033) <						-	(137,405,215
Nepreciation (9) 517,991) (5) 40,232) (16,940,900) (16,940,900) (18,16,900) lights of use asets amortisation (4,27,5,233) (24,83,933) (13,8280) (1,795,483) (6,347,791) lights of use asets amortisation (4,27,5,233) (24,848) (26,787,330) (116,416) 449,922 (47,781) linance costs - lease liabilities 21,372,080 (115,728,469) (19,250,466) (350,980,971) 21,726,890 (21,860) volt assets as at 31 December 2020 1,508,909,460 675,907,974 189,858,115 911,251,807 3,285,927 volt assets include: additions to non-current assets 84,504,538 95,387,045 2,644,954 2,7957,094 210,492 volt and beverages 88,013,278 136,927,937,47 134,987,878 286,990,371 1,403,866 1 December 2020 100,624,973 105,092,281 41,735,523 - 247,453 ale of rooms 100,624,973 105,092,281 41,735,523 - 7,600 type stand and beverages 88,013,278 7,393,74 20,365,55			<i>.</i>	·			
Description Construction Construction </td <td></td> <td></td> <td></td> <td></td> <td></td> <td>21,726,890</td> <td>38,025,860 (181,807,203</td>						21,726,890	38,025,860 (181,807,203
inance costs - lease liabilities (13,795,393) (649,421) (102,201) (403,065) - (14,950) vofit/(loss) before income tax 251,372,080 (15,728,469) (19,250,466) (350,980,971) 21,726,890 (212,860) votal assets as at 31 December 0200 1,508,909,460 675,907,974 189,858,115 911,251,807 - 3,285,927 votal assets include: didlemating instruments 84,504,538 95,387,045 2,644,954 27,957,094 - 210,492 votal assets include: didlebuilities as at all elotions 675,602,775 406,279,741 34,987,878 286,990,371 - 1,403,864 1 December 2019 all of food and beverages 88,043,777 73,789,374 20,366,355 - - 17,219,033 (11,239,033) 11,239,033 11,239,033 11,239,033 11,239,033 11,239,033 11,239,033 11,239,033 11,239,033 11,239,033 11,239,033 11,239,033 11,239,033 11,239,033 147,974 ale of food and beverages 88,0458,499 188,010,728 12,490,114 11,	lights of use assets amortisation	(4,275,523)	(248,393)	(38,280)	(1,785,483)	-	(6,347,679
total assets as at 31 December 020 1,508,909,460 675,907,974 189,858,115 911,251,807 - 3,285,927 total assets as at 31 December 0200 1,508,909,460 675,907,974 189,858,115 911,251,807 - 3,285,927 total assets include: didtions to non-current assets ther thin financial instruments and deferred tax assets): 84,504,538 95,387,045 2,644,954 27,957,094 - 210,492 total liabilities as at 1 December 2020 675,602,775 406,279,741 34,987,878 286,990,371 - 1,403,860 total liabilities as at 1 December 2020 675,602,775 406,279,741 34,987,878 286,990,371 - 1,403,860 total assets assets): 100,624,973 105,092,281 41,735,523 - - 247,453 ale of rooms 100,624,973 105,092,281 41,735,523 - - 182,194 anangement fees and ommissions - - 11,239,033 (11,239,033) (11,239,033) 447,974 tastargeness 64,010,589 188,319,859 64,110,589 11,249,0114 (11,239,033) 449,924 tastarestaseness (48,058,499)	5					-	(47,781,714 (14,950,200
total assets as at 31 December 020 1,508,909,460 675,907,974 189,858,115 911,251,807 - 3,285,927 total assets as at 31 December 0200 1,508,909,460 675,907,974 189,858,115 911,251,807 - 3,285,927 total assets include: didtions to non-current assets ther thin financial instruments and deferred tax assets): 84,504,538 95,387,045 2,644,954 27,957,094 - 210,492 total liabilities as at 1 December 2020 675,602,775 406,279,741 34,987,878 286,990,371 - 1,403,860 total liabilities as at 1 December 2020 675,602,775 406,279,741 34,987,878 286,990,371 - 1,403,860 total assets assets): 100,624,973 105,092,281 41,735,523 - - 247,453 ale of rooms 100,624,973 105,092,281 41,735,523 - - 182,194 anangement fees and ommissions - - 11,239,033 (11,239,033) (11,239,033) 447,974 tastargeness 64,010,589 188,319,859 64,110,589 11,249,0114 (11,239,033) 449,924 tastarestaseness (48,058,499)	Profit/(loss) before income tax	251.372.080 (1	15,728,469) (19,250,466) (1	350,980,971)	21,726,890	(212,860,936
020 1,508,909,460 675,907,974 189,858,115 911,251,807 - 3,285,927 otal assets include: dditons to no-current assets s			(<u>19,290,100, (</u>		21,720,070	(212)000,200
dditions to non-current assets ther thin financial instruments of deferred tax assets): 84,504,538 95,387,045 2,644,954 27,957,094 - 210,492 Property and equipment 84,504,538 95,387,045 2,644,954 27,957,094 - 210,492 Otal liabilities as at 1 675,602,775 406,279,741 34,987,878 286,990,371 - 1,403,860 1 December 2019 ale of fooms 100,624,973 105,092,281 41,735,523 - - 247,453 ale of food and beverages 88,043,278 73,789,374 20,366,356 - - 182,199 Management fees and omferencing 4,110,144 3,496,2255 - - 10,710 Evenue from contracts with ustomers 2,765,644 5,941,949 2,008,710 - 10,710 Evenue from contracts with ustomers 195,544,089 188,319,859 64,110,589 11,239,033 (11,239,033) 447,974 aterial expenses 195,544,089 188,319,859 64,110,589 12,490,114 (11,239,033) 449,225 Ibertial expenses 100,013,910 (20,252,452) (64,03,882) (19,784,5) <td< td=""><td></td><td>,508,909,460</td><td>675,907,974 1</td><td>89,858,115</td><td>911,251,807</td><td>-</td><td>3,285,927,35</td></td<>		,508,909,460	675,907,974 1	89,858,115	911,251,807	-	3,285,927,35
Otal liabilities as at 10 becember 2020 675,602,775 406,279,741 34,987,878 286,990,371 - 1,403,860 10 becember 2020 675,602,775 406,279,741 34,987,878 286,990,371 - 247,453 ale of food and beverages landagement fees and ommissions onferencing 100,624,973 105,092,281 41,735,523 - - 247,453 ale of food and beverages landagement fees and ommissions onferencing 4,110,194 3,496,255 - - 10,716 evenue from contracts with ustomers aming 2,765,644 5,941,949 2,008,710 - 10,716 195,544,089 188,319,859 64,110,589 11,239,033 (11,239,033) 447,977 lawenue from contracts with ustomers 195,544,089 188,319,859 64,110,589 12,490,114 (11,239,033) 449,9229 taterial expenses (20,070,339) (19,174,310) (3,661,512) (16,199,131) (59,058) hort term, low value and variable asae expenses (28,3097) (2,0252,452) (6,403,882) (19,7845) - (45,043 ibitor information BITDA	dditions to non-current assets other than financial instruments						
11 December 2020 675,602,775 406,279,741 34,987,878 286,990,371 - 1,403,860 11 December 2019 ale of food and beverages 88,043,278 105,092,281 41,735,523 - - 247,457 ale of food and beverages 88,043,278 73,789,374 20,366,356 - - 247,457 ale of food and beverages 88,043,278 73,789,374 20,366,356 - - 7,600 forminsions - - - 11,239,033 (11,239,033) (11,239,033) 447,974 ionferencing 4,110,194 3,496,255 - - 1,251,081 - 1,251 iarming - - - 1,251,081 - 1,251 iarming - - - 1,251,081 - 1,251 iarterial expenses (20,070,339) (19,174,310) (3,661,512) (16,199,131) - (45,043 iost of sales (48,058,499) (38,010,728) (20,516,513 - 40,755 hort term, low value and variable case expenses (20,703,39) (19,174,310) <td< td=""><td>Property and equipment</td><td>84,504,538</td><td>95,387,045</td><td>2,644,954</td><td>27,957,094</td><td>-</td><td>210,493,63</td></td<>	Property and equipment	84,504,538	95,387,045	2,644,954	27,957,094	-	210,493,63
1 December 2019 ale of rooms 100,624,973 105,092,281 41,735,523 - - 247,453 ale of food and beverages 88,043,278 73,789,374 20,366,356 - - 182,194 Anagement fees and ommissions - - - 11,239,033 (11,239,033) (11,239,033) onferencing 4,110,194 3,496,255 - - 10,716 usewnue from contracts with ustomers 195,544,089 188,319,859 64,110,589 11,239,033 (11,239,033) 447,974 aming - - - 1,251,081 - 1,251 evenue 195,544,089 188,319,859 64,110,589 11,239,033 (11,239,033) 447,974 tarrial expenses (20,070,339) (19,174,310) (3,661,512) (16,199,131) (59,105 sot of sale (48,058,499) (38,010,728) (9,962,417) (57,205) - (45,043 mployee benefit expenses (20,070,339) (19,174,310) (3,661,512) (16,199,131) - (59,045) tase expenses (18,189,307) (20,252,452		675.602.775	406.279.741	34,987.878	286.990.371	_	1,403,860,76
ale of rooms 100,624,973 105,092,281 41,735,523 - - 247,453 ale of food and beverages 88,043,278 73,789,374 20,366,356 - - 182,197 Anagement fees and ommissions - - - 11,239,033 (11,239,033) (11,239,033) 0 Other income 2,765,644 5,941,949 2,008,710 - - 10,716 Usewnue from contracts with ustomers 195,544,089 188,319,859 64,110,589 11,239,033 (11,239,033) 447,974 iaming - - - 1,251,081 - 1,255 levenue 195,544,089 188,319,859 64,110,589 11,239,033 (11,239,033) 447,974 iaming - - - 1,251,081 - 1,255 levenue 195,544,089 188,319,859 64,110,589 12,490,114 (11,239,033) 447,974 levenue 195,544,089 188,319,859 64,110,589 12,490,114 (11,239,033) 49,225 htaterial expenses (20,070,339) (19,174,310) (3,661,512)						-	.,,,,,
Anagement fees and ommissions ionferencing 4,110,194 3,496,255 - - 11,239,033 (11,239,033) Keyenue from contracts with ustomers 195,544,089 188,319,859 64,110,589 11,239,033 (11,239,033) 447,974 aming - - - 1,251,081 - 1,251 tevenue from contracts with ustomers 195,544,089 188,319,859 64,110,589 11,239,033 (11,239,033) 449,225 Atterial expenses 195,544,089 188,319,859 64,110,589 12,490,114 (11,239,033) 449,225 Atterial expenses 050 of sales (48,058,499) (38,010,728) (9,962,417) (57,205) - (96,088 mployee benefit expenses (20,070,339) (19,174,310) (3,661,512) (16,199,131) - (59,105 hort term, low value and variable asse expenses (20,870,3589 59,435,568 58,238,330 (19,664,662) 11,239,033 173,347 typersciation (10,161,940) (5,769,835) (1,876,235) (1,978,066) - (19,786 ights of use assets amortisation inance costs - borrowings (nett) - -	ale of rooms				-	-	247,452,77
ommissions - - - 11,239,033 (11,239,033) ionferencing 4,110,194 3,496,255 - - 10,716 ther income 2,765,644 5,941,949 2,008,710 - 10,716 thereince from contracts with ustomers 195,544,089 188,319,859 64,110,589 11,239,033 (11,239,033) 447,974 thereine from contracts with ustomers 195,544,089 188,319,859 64,110,589 12,490,114 (11,239,033) 449,225 Atterial expenses 195,544,089 188,319,859 64,110,589 12,490,114 (11,239,033) 449,225 Atterial expenses (20,070,339) (19,174,310) (3,661,512) (16,199,131) - (59,105 hort term, low value and variable ease expenses (18,189,307) (20,252,452) (6,403,882) (197,845) - (45,043) where information 1817DA 64,093,589 59,435,568 58,238,330 (19,664,662) 11,239,033 173,34' vepreciation (10,161,940) (5,769,835) (1,876,235) (1,978,066) - (19,786 ights of use assets amort	5	88,043,278	/3,789,374	20,366,356	-	-	182,199,00
2,765,644 5,941,949 2,008,710 - - 10,716 Revenue from contracts with ustomers 195,544,089 188,319,859 64,110,589 11,239,033 (11,239,033) 447,974 Revenue 195,544,089 188,319,859 64,110,589 11,2490,013 (11,239,033) 449,225 Raterial expenses 195,544,089 188,319,859 64,110,589 12,490,114 (11,239,033) 449,225 Raterial expenses (48,058,499) (38,010,728) (9,962,417) (57,205) - (96,088 mployce benefit expenses (20,070,339) (19,174,310) (3,661,512) (16,199,131) - (59,055) hort term, low value and variable expenses (18,189,307) (20,252,452) (6,40,382) (197,845) - (45,043 stcharge (loss)/gain (2,839,099) (4,678,625) 27,754,696 20,516,513 - (19,786) - (19,786) - (19,786) - (19,786) - (19,786) - (19,786) - (19,786) - (19,786) - (19,786) - (19,786) - (19,786) -	ommissions	-	-	-	11,239,033	(11,239,033)	7,606,449
ustomers 195,544,089 188,319,859 64,110,589 11,239,033 (11,239,033) 447,974 iaming - - - 1,251,081 - 1,251 iaming 195,544,089 188,319,859 64,110,589 12,490,114 (11,239,033) 447,974 iaming 195,544,089 188,319,859 64,110,589 12,490,114 (11,239,033) 449,225 iaming 195,544,089 188,319,859 64,110,589 12,490,114 (11,239,033) 449,225 iaming 195,544,089 188,319,859 64,110,589 12,490,114 (11,239,033) 449,225 iaming (20,070,339) (19,174,310) (3,661,512) (16,199,131) - (59,105 hort term, low value and variable ase expenses (18,189,307) (20,252,452) (6,403,882) (19,7845) - (45,043) xchange (loss)/gain 64,093,589 59,435,568 58,238,330 (19,664,662) 11,239,033 173,347 vepreciation (10,161,940) (5,769,835) (1,876,235) (5			- 2,008,710	_	-	7,606,449
iaming - - - 1,251,081 - 1,257 isevenue 195,544,089 188,319,859 64,110,589 12,490,114 (11,239,033) 449,225 itatarial expenses cost of sales (48,058,499) (38,010,728) (9,962,417) (57,205) - (96,088 mployee benefit expenses (20,070,339) (19,174,310) (3,661,512) (16,199,131) - (59,105 hort term, low value and variable ease expenses (18,189,307) (20,252,452) (6,403,882) (197,845) - (45,043) xchange (loss)/gain (18,189,307) (20,252,452) (6,403,882) (197,845) - (45,043) scharding (loss)/gain (18,189,307) (20,252,452) (6,403,882) (197,845) - (14,043) bepreciation (10,161,940) (5,769,835) (1,876,235) (1,978,066) - (19,786 inance costs - borowings (net) - - - 186,648 - 186 inance costs - lease liabilities 50,672,607 53,185,577 56,214,401 (21,772,851) 11,239,033 149,533		195,544.089	188,319,859	64,110.589	11,239.033	(11,239.033)	447,974,53
Material expenses (48,058,499) (38,010,728) (9,962,417) (57,205) - (96,088) mployee benefit expenses (20,070,339) (19,174,310) (3,661,512) (16,199,131) - (59,105) hort term, low value and variable ease expenses (18,189,307) (20,252,452) (6,403,882) (197,845) - (45,043) xxchange (loss)/gain (2,839,099) (4,678,625) 27,754,696 20,516,513 - 40,753 ther information 64,093,589 59,435,568 58,238,330 (19,664,662) 11,239,033 173,34' pepreciation (10,161,940) (5,769,835) (1,876,235) (19,7866) - (19,7866) - (19,7866) - (19,7866) - (19,7866) - (19,7866) - (19,7866) - (19,7866) - (19,7866) - (19,7866) - (18,787,78) (14,731) (33,816) - (2,871) (13,239,033 149,536 - - - 186,648 - 186 186 186 186 186 - 186,648 - 186 -		-	-	-		-	1,251,08
ost of sales (48,058,499) (38,010,728) (9,962,417) (57,205) - (96,088 mployee benefit expenses (20,070,339) (19,174,310) (3,661,512) (16,199,131) - (59,105) hort term, low value and variable case expenses (18,189,307) (20,252,452) (6,403,882) (197,845) - (45,043) xchange (loss)/gain (2,839,099) (4,678,625) 27,754,696 20,516,513 - 40,753 ther information BITDA 64,093,589 59,435,568 58,238,330 (19,664,662) 11,239,033 173,34' vepreciation (10,161,940) (5,769,835) (1,876,235) (1,978,066) - (19,786 ights of use assets amortisation (874,768) (134,007) (40,263) (282,955) - (1,331) inance costs - lease liabilities (2,384,274) (346,149) (107,431) (33,816) - (2,871) roft/(loss) before income tax 50,672,607 53,185,577 56,214,401 (21,772,851) 11,239,033 149,538 otal assets include: dditions to non-current assets 259,947,227 111,561,234 82,	evenue	195,544,089	188,319,859	64,110,589	12,490,114	(11,239,033)	449,225,61
mployee benefit expenses (20,070,339) (19,174,310) (3,661,512) (16,199,131) - (59,105) hort term, low value and variable aase expenses (18,189,307) (20,252,452) (6,403,882) (197,845) - (45,043) xchange (loss)/gain (28,39,099) (4,678,625) 27,754,696 20,516,513 - 40,753 Pther information 64,093,589 59,435,568 58,238,330 (19,664,662) 11,239,033 173,347 vepreciation (10,161,940) (5,769,835) (1,876,235) (1,978,066) - (19,786) inance costs - borrowings (net) - - - 186,648 - 186 inance costs - lease liabilities (2,384,274) (346,149) (107,431) (33,816) - (2,871) roft/(loss) before income tax 50,672,607 53,185,577 56,214,401 (21,772,851) 11,239,033 149,538 otal assets include: dditions to non-current assets 259,947,227 111,561,234 82,565,573 802,246 otal assets include: ddeferred tax assets): 18,829,284 25,052,651 3,122,560 1,449,550 <td>•</td> <td>(40.050.400)</td> <td>(20.010.700)</td> <td>(0.000.447)</td> <td>(53.005)</td> <td></td> <td>100 000</td>	•	(40.050.400)	(20.010.700)	(0.000.447)	(53.005)		100 000
hort term, low value and variable ease expenses xchange (loss)/gain (18,189,307) (20,252,452) (6,403,882) (197,845) - (45,043) xchange (loss)/gain (2,839,099) (4,678,625) 27,754,696 20,516,513 - 40,753 ther information BITDA 64,093,589 59,435,568 58,238,330 (19,664,662) 11,239,033 173,34' bepreciation (10,161,940) (5,769,835) (1,876,235) (1,978,066) - (19,786 ights of use assets amortisation (874,768) (134,007) (40,263) (282,955) - (1,331) inance costs - borrowings (net) - - - 186,648 - 186 inance costs - lease liabilities 50,672,607 53,185,577 56,214,401 (21,772,851) 11,239,033 149,538 otal assets as at 31 December 019 348,172,850 259,947,227 111,561,234 82,565,573 - 802,246 otal assets include: dditions to non-current assets 18,829,284 25,052,651 3,122,560 1,449,550 - 48,454 otal assets include: 18,829,284 25,052,651 3,122,56						-	(96,088,849 (59,105,292
xxchange (loss)/gain (2,839,099) (4,678,625) 27,754,696 20,516,513 - 40,753 Dther information BITDA 64,093,589 59,435,568 58,238,330 (19,664,662) 11,239,033 173,343 Depreciation (10,161,940) (5,769,835) (1,876,235) (1,978,066) - (19,786 ights of use assets amortisation inance costs - borrowings (net) - - 186,648 - 186 inance costs - lease liabilities (2,384,274) (346,149) (107,431) (33,816) - (2,871 roft/(loss) before income tax 50,672,607 53,185,577 56,214,401 (21,772,851) 11,239,033 149,538 otal assets as at 31 December 019 348,172,850 259,947,227 111,561,234 82,565,573 802,246 otal assets include: 18,829,284 25,052,651 3,122,560 1,449,550 48,454 18,829,284 25,052,651 3,122,560 1,449,550 48,454		(18 180 207)		(6 403 882)	(107.845)		(45,043,486
BITDA 64,093,589 59,435,568 58,238,330 (19,664,662) 11,239,033 173,34* Depreciation (10,161,940) (5,769,835) (1,876,235) (1,978,066) - (19,786 ights of use assets amortisation (874,768) (134,007) (40,263) (282,955) - (1,331) inance costs - borrowings (net) - - 186,648 - 186 inance costs - lease liabilities (2,384,274) (346,149) (107,431) (33,816) - (2,871) rofit/(loss) before income tax 50,672,607 53,185,577 56,214,401 (21,772,851) 11,239,033 149,538 otal assets as at 31 December 019 348,172,850 259,947,227 111,561,234 82,565,573 - 802,246 otal assets include: dditions to non-current assets - 18,829,284 25,052,651 3,122,560 1,449,550 - 48,454 Property and equipment 18,829,284 25,052,651 3,122,560 1,449,550 - 48,454 otal liabilities as at - - - - 48,454 - <td>•</td> <td></td> <td></td> <td></td> <td></td> <td>-</td> <td>(45,043,486 40,753,48</td>	•					-	(45,043,486 40,753,48
epreciation (10,161,940) (5,769,835) (1,876,235) (1,978,066) - (19,786) ights of use assets amortisation (874,768) (134,007) (40,263) (282,955) - (1,331) inance costs - borrowings (net) - - 186,648 - 186 inance costs - lease liabilities (2,384,274) (346,149) (107,431) (33,816) - (2,871) rofit/(loss) before income tax 50,672,607 53,185,577 56,214,401 (21,772,851) 11,239,033 149,538 otal assets as at 31 December 348,172,850 259,947,227 111,561,234 82,565,573 - 802,246 otal assets include: dditions to non-current assets - 18,829,284 25,052,651 3,122,560 1,449,550 - 48,452 Property and equipment 18,829,284 25,052,651 3,122,560 1,449,550 - 48,452 otal liabilities as at - - - - 48,452							
ights of use assets amortisation (874,768) (134,007) (40,263) (282,955) - (1,331) inance costs - borrowings (net) - - - 186,648 - 186 inance costs - lease liabilities (2,384,274) (346,149) (107,431) (33,816) - (2,871) trofit/(loss) before income tax 50,672,607 53,185,577 56,214,401 (21,772,851) 11,239,033 149,538 otal assets as at 31 December 348,172,850 259,947,227 111,561,234 82,565,573 - 802,246 otal assets include: <td></td> <td></td> <td></td> <td></td> <td></td> <td>11,239,033</td> <td>173,341,858 (19,786,076</td>						11,239,033	173,341,858 (19,786,076
inance costs - lease liabilities (2,384,274) (346,149) (107,431) (33,816) - (2,871) profit/(loss) before income tax 50,672,607 53,185,577 56,214,401 (21,772,851) 11,239,033 149,538 total assets as at 31 December 019 348,172,850 259,947,227 111,561,234 82,565,573 - 802,246 total assets include: idditions to non-current assets - 18,829,284 25,052,651 3,122,560 1,449,550 - 48,454 otal liabilities as at - 18,829,284 25,052,651 3,122,560 1,449,550 - 48,454	lights of use assets amortisation		(134,007)		(282,955)	-	(1,331,993
Profit/(loss) before income tax50,672,60753,185,57756,214,401(21,772,851)11,239,033149,538Otal assets as at 31 December 019348,172,850259,947,227111,561,23482,565,573-802,246Otal assets include: udditions to non-current assets other than financial instruments nd deferred tax assets):18,829,28425,052,6513,122,5601,449,550-48,454Otal liabilities as at18,829,28425,052,6513,122,5601,449,550-48,454	J ()	- (2,384,274)		- (107,431)		-	186,648 (2,871,670
Total assets as at 31 December 2019 348,172,850 259,947,227 111,561,234 82,565,573 - 802,246 Total assets include: additions to non-current assets - 802,246 - 802,246 Idditions to non-current assets additions to non-current assets - 802,246 - - 802,246 Property and equipment 18,829,284 25,052,651 3,122,560 1,449,550 - 48,454 Total liabilities as at - - - - 48,454						11 230 022	149,538,767
348,172,850 259,947,227 111,561,234 82,565,573 - 802,246 otal assets include: additions to non-current assets other than financial instruments nd deferred tax assets): additions to non-current assets additions to non-current assets Property and equipment 18,829,284 25,052,651 3,122,560 1,449,550 - 48,454 otal liabilities as at additions to non-current assets additions to non-current assets - 48,454		50,072,007	55,105,577	50/217/401	21,772,031)	1,237,033	17,330,/0
dditions to non-current assets other than financial instruments nd deferred tax assets): Property and equipment <u>18,829,284 25,052,651 3,122,560 1,449,550 - 48,454 Total liabilities as at</u>		348,172,850	259,947,227 1	11,561,234	82,565,573	-	802,246,884
otal liabilities as at	additions to non-current assets other than financial instruments						
	Property and equipment	18,829,284	25,052,651	3,122,560	1,449,550	-	48,454,045
119,832,978 97,975,629 18,164,674 96,458,674 - 332,431							
	i December 2019	119,832,978	97,975,629	18,164,674	96,458,674	-	332,431,955

12 PROPERTY AND EQUIPMENT

			INFI	ATION ADJUS	TED		
All figures in ZWL	Freehold properties	Leasehold properties	Equipment	Service Stocks	Motor vehicles	Capital work in progress	Total
Year ended 31 December 2019							
Opening net book amount	142,308,226	98,125,126	576,758,849	23,320,792	29,589,613	53,972,388	924,074,994
Additions	-	27,879,131	122,151,477	143,471,995	14,394,550	95,124,502	403,021,655
Foreign exchange difference Disposals Cost	-	-	1,721,169 (17,680,248)	-	- (14,031,556)	-	1,721,169 (31,711,804)
Accumulated depreciation on disposals	-	-	11,170,924	-	6,808,192	-	17,979,116
Revaluation - Cost Revaluation - Accumulated	395,211,777	190,660,935	1,153,292,947	-	59,615,413	-	1,798,781,072
depreciation	(227,265,268)	(26,851,966)	(555,110,702)	-	24,572,196	-	(784,655,740)
Depreciation and usage - current year	(4,841,981)	(34,518,706)	(108,876,193)	(140,230,754)	(13,014,638)		(301,482,272)
Closing net book amount	305,412,754	255,294,520	1,183,428,223	26,562,033	107,933,770	149,096,890	2,027,728,190
As at 31 December 2019							
Cost	558,112,215	543.720.648	2,454,413,994	197,936,252	112,382,926	149,096,890	4,015,662,925
Accumulated depreciation and impairment			(1,270,985,771)		(4,449,156)		(1,987,934,735)
Net book amount			1,183,428,223				2,027,728,190
	303,412,734	233,234,320	1,103,420,223	20,302,033	107,555,770	149,090,090	2,027,720,190
Year ended 31 December 2020							
Opening net book amount Additions	305,412,754 19,112,046	255,294,520 5,231,300	1,183,428,223 49,234,971	26,562,033 8,812,987	107,933,770 38,017,401	149,096,890 58,673,941	2,027,728,190 179,082,646
Transfers in/out		77,230,236	41,832,359	-		(119,062,595)	-
Foreign exchange difference Disposals Cost	-	-	(1,276,620) (19,032,749)	-	- (7,816,475)	-	(1,276,620) (26,849,224)
Accumulated depreciation on disposals	-	-	11,263,962	-	347,969	-	11,611,931
Revaluation - Cost Revaluation - Accumulated	37,030,140	(87,677,889)	(255,086,536)	-	2,997,049	-	(302,737,236)
depreciation Depreciation and usage	3,932,465	122,933,459	217,002,648	-	21,810,196	-	365,678,768
- current year	(4,935,903)	(69,706,282)	(168,007,176)	(21,189,438)	(24,336,856)	-	(288,175,655)
Closing net book amount	360,551,502	303,305,344	1,059,359,082	14,185,582	138,953,054	88,708,236	1,965,062,800
As at 31 December 2020							
Cost Accumulated depreciation	614,254,401	538,504,295	2,270,085,419	206,749,239	145,580,901	88,708,236	3,863,882,491
and impairment	(253,702,899)	(235,198,951)	(1,210,726,337)	(192,563,657)	(6,627,847)	-	(1,898,819,691)
Net book amount	360,551,502	303,305,344	1,059,359,082	14,185,582	138,953,054	88,708,236	1,965,062,800
			HI	STORICAL COS	ST		
						Capital	
All figures in ZWL	Freehold properties	Leasehold properties	Equipment	Service Stocks	Motor vehicles	Capital work in progress	Total
All figures in ZWL Year ended 31 December 2019			Equipment			work in	Total
Year ended			Equipment 15,281,602			work in	Total 24,131,483
Year ended 31 December 2019 Opening net book amount Additions	properties 3,680,557	2,627,659 5,707,996	15,281,602 16,627,641	Stocks 609,502 3,500,316	vehicles	work in progress 1,128,585 20,776,542	24,131,483 48,454,045
Year ended 31 December 2019 Opening net book amount Additions Foreign exchange difference Disposals Cost	properties 3,680,557	properties 2,627,659	15,281,602	Stocks 609,502	vehicles 803,578	work in progress 1,128,585	24,131,483
Year ended 31 December 2019 Opening net book amount Additions Foreign exchange difference Disposals Cost Accumulated depreciation on disposals	properties 3,680,557 - - - -	2,627,659 5,707,996 - -	15,281,602 16,627,641 176,432 (1,233,307) 779,241	Stocks 609,502 3,500,316	vehicles 803,578 1,841,550 - (978,788) 474,914	work in progress 1,128,585 20,776,542	24,131,483 48,454,045 176,432 (2,212,095) 1,254,155
Year ended 31 December 2019 Opening net book amount Additions Foreign exchange difference Disposals Cost Accumulated depreciation on disposals Revaluation - Cost Revaluation - Accumulated	properties 3,680,557 - - - 120,198,907	2,627,659 5,707,996 - - 106,960,513	15,281,602 16,627,641 176,432 (1,233,307) 779,241 499,999,160	Stocks 609,502 3,500,316	vehicles 803,578 1,841,550 - (978,788) 474,914 22,790,353	work in progress 1,128,585 20,776,542 - - - - -	24,131,483 48,454,045 176,432 (2,212,095) 1,254,155 749,948,933
Year ended 31 December 2019 Opening net book amount Additions Foreign exchange difference Disposals Cost Accumulated depreciation on disposals Revaluation - Cost Revaluation - Accumulated depreciation Depreciation and usage	properties 3,680,557 - - 120,198,907 (55,231,346)	2,627,659 5,707,996 - 106,960,513 (54,217,796)	15,281,602 16,627,641 176,432 (1,233,307) 779,241 499,999,160 (255,380,395)	Stocks 609,502 3,500,316 - - - - -	vehicles 803,578 1,841,550 - (978,788) 474,914 22,790,353 551,456	work in progress 1,128,585 20,776,542	24,131,483 48,454,045 176,432 (2,212,095) 1,254,155 749,948,933 (364,278,081)
Year ended 31 December 2019 Opening net book amount Additions Foreign exchange difference Disposals Cost Accumulated depreciation on disposals Revaluation - Cost Revaluation - Accumulated depreciation Depreciation and usage - current year	properties 3,680,557 - - - 120,198,907 (55,231,346) (564,618)	2,627,659 5,707,996 - - 106,960,513 (54,217,796) (4,167,378)	15,281,602 16,627,641 176,432 (1,233,307) 779,241 499,999,160 (255,380,395) (12,730,150)	Stocks 609,502 3,500,316 - - - - - - - - - - - - - - - - - - -	vehicles 803,578 1,841,550 - (978,788) 474,914 22,790,353 551,456 (1,422,147)	work in progress 1,128,585 20,776,542 - - - - - - - - - - - - - - - - - - -	24,131,483 48,454,045 176,432 (2,212,095) 1,254,155 749,948,933 (364,278,081) (19,786,076)
Year ended 31 December 2019 Opening net book amount Additions Foreign exchange difference Disposals Cost Accumulated depreciation on disposals Revaluation - Cost Revaluation - Accumulated depreciation Depreciation and usage - current year Closing net book amount	properties 3,680,557 - - 120,198,907 (55,231,346)	2,627,659 5,707,996 - 106,960,513 (54,217,796)	15,281,602 16,627,641 176,432 (1,233,307) 779,241 499,999,160 (255,380,395) (12,730,150)	Stocks 609,502 3,500,316 - - - - -	vehicles 803,578 1,841,550 - (978,788) 474,914 22,790,353 551,456 (1,422,147)	work in progress 1,128,585 20,776,542 - - - - -	24,131,483 48,454,045 176,432 (2,212,095) 1,254,155 749,948,933 (364,278,081)
Year ended 31 December 2019 Opening net book amount Additions Foreign exchange difference Disposals Cost Accumulated depreciation on disposals Revaluation - Cost Revaluation - Accumulated depreciation Depreciation and usage - current year	properties 3,680,557 - - - 120,198,907 (55,231,346) (564,618)	2,627,659 5,707,996 - - 106,960,513 (54,217,796) (4,167,378)	15,281,602 16,627,641 176,432 (1,233,307) 779,241 499,999,160 (255,380,395) (12,730,150)	Stocks 609,502 3,500,316 - - - - - - - - - - - - - - - - - - -	vehicles 803,578 1,841,550 - (978,788) 474,914 22,790,353 551,456 (1,422,147)	work in progress 1,128,585 20,776,542 - - - - - - - - - - - - - - - - - - -	24,131,483 48,454,045 176,432 (2,212,095) 1,254,155 749,948,933 (364,278,081) (19,786,076)
Year ended 31 December 2019 Opening net book amount Additions Foreign exchange difference Disposals Cost Accumulated depreciation on disposals Revaluation - Cost Revaluation - Accumulated depreciation Depreciation and usage - current year Closing net book amount Year ended 31 December 2020 Cost	properties 3,680,557 - - - 120,198,907 (55,231,346) (564,618)	2,627,659 5,707,996 - - 106,960,513 (54,217,796) (4,167,378)	15,281,602 16,627,641 176,432 (1,233,307) 779,241 499,999,160 (255,380,395) (12,730,150)	Stocks 609,502 3,500,316 - - - - - - - - - - - - - - - - - - -	vehicles 803,578 1,841,550 - (978,788) 474,914 22,790,353 551,456 (1,422,147)	work in progress 1,128,585 20,776,542 - - - - - - - - - - - - - - - - - - -	24,131,483 48,454,045 176,432 (2,212,095) 1,254,155 749,948,933 (364,278,081) (19,786,076)
Year ended 31 December 2019 Opening net book amount Additions Foreign exchange difference Disposals Cost Accumulated depreciation on disposals Revaluation - Cost Revaluation - Accumulated depreciation Depreciation and usage - current year Closing net book amount Year ended 31 December 2020	properties 3,680,557 - - 120,198,907 (55,231,346) (564,618) 68,083,500	2,627,659 5,707,996 - - 106,960,513 (54,217,796) (4,167,378) 56,910,994	15,281,602 16,627,641 176,432 (1,233,307) 779,241 499,999,160 (255,380,395) (12,730,150) 263,520,224	Stocks 609,502 3,500,316 - - - (901,782) 3,208,036	vehicles 803,578 1,841,550 (978,788) 474,914 22,790,353 551,456 (1,422,147) 24,060,916	work in progress 1,128,585 20,776,542 - - - - - - - - - - - - - -	24,131,483 48,454,045 176,432 (2,212,095) 1,254,155 749,948,933 (364,278,081) (19,786,076) 437,688,796
Year ended 31 December 2019 Opening net book amount Additions Foreign exchange difference Disposals Cost Accumulated depreciation on disposals Revaluation - Cost Revaluation - Accumulated depreciation Depreciation and usage - current year Closing net book amount Year ended 31 December 2020 Cost Accumulated depreciation	properties 3,680,557 - - 120,198,907 (55,231,346) (564,618) 68,083,500	2,627,659 5,707,996 - - 106,960,513 (54,217,796) (4,167,378) 56,910,994	15,281,602 16,627,641 176,432 (1,233,307) 779,241 499,999,160 (255,380,395) (12,730,150) 263,520,224 530,851,528 (267,331,304)	Stocks 609,502 3,500,316 - - - (901,782) 3,208,036 4,109,818	vehicles 803,578 1,841,550 (978,788) 474,914 22,790,353 551,456 (1,422,147) 24,060,916 24,456,692 (395,777)	work in progress 1,128,585 20,776,542 - - - - - - - - - - - - - -	24,131,483 48,454,045 176,432 (2,212,095) 1,254,155 749,948,933 (364,278,081) (19,786,076) 437,688,796 820,498,797
Year ended 31 December 2019 Opening net book amount Additions Foreign exchange difference Disposals Cost Accumulated depreciation on disposals Revaluation - Cost Revaluation - Accumulated depreciation Depreciation and usage - current year Closing net book amount Year ended 31 December 2020 Cost Accumulated depreciation and impairment	properties 3,680,557 120,198,907 (55,231,346) (564,618) 68,083,500 123,879,464 (55,795,964)	2,627,659 5,707,996 - - 106,960,513 (54,217,796) (4,167,378) 56,910,994 115,296,168 (58,385,174)	15,281,602 16,627,641 176,432 (1,233,307) 779,241 499,999,160 (255,380,395) (12,730,150) 263,520,224 530,851,528 (267,331,304)	Stocks 609,502 3,500,316 - - - (901,782) 3,208,036 4,109,818 (901,782)	vehicles 803,578 1,841,550 (978,788) 474,914 22,790,353 551,456 (1,422,147) 24,060,916 24,456,692 (395,777)	work in progress	24,131,483 48,454,045 176,432 (2,212,095) 1,254,155 749,948,933 (364,278,081) (19,786,076) 437,688,796 820,498,797 (382,810,001)
Year ended 31 December 2019 Opening net book amount Additions Foreign exchange difference Disposals Cost Accumulated depreciation on disposals Revaluation - Cost Revaluation - Accumulated depreciation Depreciation and usage - current year Closing net book amount Year ended 31 December 2020 Cost Accumulated depreciation and impairment Net book amount Year ended	properties 3,680,557 120,198,907 (55,231,346) (564,618) 68,083,500 123,879,464 (55,795,964)	2,627,659 5,707,996 - - 106,960,513 (54,217,796) (4,167,378) 56,910,994 115,296,168 (58,385,174)	15,281,602 16,627,641 176,432 (1,233,307) 779,241 499,999,160 (255,380,395) (12,730,150) 263,520,224 530,851,528 (267,331,304)	Stocks 609,502 3,500,316 - - - (901,782) 3,208,036 4,109,818 (901,782)	vehicles 803,578 1,841,550 (978,788) 474,914 22,790,353 551,456 (1,422,147) 24,060,916 24,456,692 (395,777)	work in progress	24,131,483 48,454,045 176,432 (2,212,095) 1,254,155 749,948,933 (364,278,081) (19,786,076) 437,688,796 820,498,797 (382,810,001)
Year ended 31 December 2019 Opening net book amount Additions Foreign exchange difference Disposals Cost Accumulated depreciation on disposals Revaluation - Cost Revaluation - Accumulated depreciation Depreciation and usage - current year Closing net book amount Year ended 31 December 2020 Cost Accumulated depreciation and impairment Net book amount Year ended 31 December 2020 Opening net book amount Additions	properties 3,680,557 - - 120,198,907 (55,231,346) (564,618) 68,083,500 123,879,464 (55,795,964) 68,083,500	properties 2,627,659 5,707,996 - - 106,960,513 (54,217,796) (4,167,378) 56,910,994 (58,385,174) 56,910,994 56,910,994 65,968,478	15,281,602 16,627,641 176,432 (1,233,307) 779,241 499,999,160 (255,380,395) (12,730,150) 263,520,224 530,851,528 (267,331,304) 263,520,224	Stocks 609,502 3,500,316 - - (901,782) 3,208,036 4,109,818 (901,782) 3,208,036	vehicles 803,578 1,841,550 (978,788) 474,914 22,790,353 551,456 (1,422,147) 24,060,916 24,456,692 (395,777) 24,060,915 13,792,009	work in progress 1,128,585 20,776,542 - - - - - - - - - - - - - - - - - - -	24,131,483 48,454,045 176,432 (2,212,095) 1,254,155 749,948,933 (364,278,081) (19,786,076) 437,688,796 820,498,797 (382,810,001) 437,688,796
Year ended 31 December 2019 Opening net book amount Additions Foreign exchange difference Disposals Cost Accumulated depreciation on disposals Revaluation - Cost Revaluation - Accumulated depreciation Depreciation and usage - current year Closing net book amount Year ended 31 December 2020 Cost Accumulated depreciation and impairment Net book amount Year ended 31 December 2020 Opening net book amount Additions Transfers in/out Foreign exchange difference	properties 3,680,557 - - 120,198,907 (55,231,346) (564,618) 68,083,500 123,879,464 (55,795,964) 68,083,500	properties 2,627,659 5,707,996 - - 106,960,513 (54,217,796) (4,167,378) 56,910,994 115,296,168 (58,385,174) 56,910,994 556,910,994 556,910,994 65,968,478 13,100,434 -	15,281,602 16,627,641 176,432 (1,233,307) 779,241 499,999,160 (255,380,395) (12,730,150) 263,520,224 530,851,528 (267,331,304) 263,520,224 263,5 20,225 57,809,222 6,025,093 800,013	Stocks 609,502 3,500,316 - - (901,782) 3,208,036 3,208,036	vehicles 803,578 1,841,550 (978,788) 474,914 22,790,353 551,456 (1,422,147) 24,060,916 (395,777) 24,060,915 13,792,009	work in progress	24,131,483 48,454,045 176,432 (2,212,095) 1,254,155 749,948,933 (364,278,081) (19,786,076) 437,688,796 820,498,797 (382,810,001) 437,688,796 210,493,631
Year ended 31 December 2019 Opening net book amount Additions Foreign exchange difference Disposals Cost Accumulated depreciation on disposals Revaluation - Cost Revaluation - Accumulated depreciation Depreciation and usage - current year Closing net book amount Year ended 31 December 2020 Cost Accumulated depreciation and impairment Net book amount Year ended 31 December 2020 Opening net book amount Additions Transfers in/out Foreign exchange difference Disposals Accumulated depreciation	properties 3,680,557 - - 120,198,907 (55,231,346) (564,618) 68,083,500 123,879,464 (55,795,964) 68,083,500	properties 2,627,659 5,707,996 - - 106,960,513 (54,217,796) (4,167,378) 56,910,994 115,296,168 (58,385,174) 56,910,994 65,968,478 13,100,434 - (18,297)	15,281,602 16,627,641 176,432 (1,233,307) 779,241 499,999,160 (255,380,395) (12,730,150) 263,520,224 530,851,528 (267,331,304) 263,520,224 263,5 20,224 263,5 20,225 57,809,222 6,025,093 800,013 (6,465,570)	Stocks 609,502 3,500,316 - - (901,782) 3,208,036 3,208,036	vehicles 803,578 1,841,550 (978,788) 474,914 22,790,353 551,456 (1,422,147) 24,060,916 (395,777) 24,060,915 13,792,009 (3,196,538)	work in progress 1,128,585 20,776,542 - - - - - - - - - - - - - - - - - - -	24,131,483 48,454,045 176,432 (2,212,095) 1,254,155 749,948,933 (364,278,081) (19,786,076) 437,688,796 820,498,797 (382,810,001) 437,688,796 210,493,631 - 800,013 (9,680,405)
Year ended 31 December 2019 Opening net book amount Additions Foreign exchange difference Disposals Cost Accumulated depreciation on disposals Revaluation - Cost Revaluation - Accumulated depreciation Depreciation and usage - current year Closing net book amount Year ended 31 December 2020 Cost Accumulated depreciation and impairment Net book amount Additions Transfers in/out Foreign exchange difference Disposals Accumulated depreciation on disposals Revaluation - cost	properties 3,680,557 - - 120,198,907 (55,231,346) (564,618) 68,083,500 123,879,464 (55,795,964) 68,083,500	properties 2,627,659 5,707,996 - - 106,960,513 (54,217,796) (4,167,378) 56,910,994 115,296,168 (58,385,174) 56,910,994 556,910,994 556,910,994 65,968,478 13,100,434 -	15,281,602 16,627,641 176,432 (1,233,307) 779,241 499,999,160 (255,380,395) (12,730,150) 263,520,224 530,851,528 (267,331,304) 263,520,224 263,5 20,225 57,809,222 6,025,093 800,013	Stocks 609,502 3,500,316 - - (901,782) 3,208,036 3,208,036	vehicles 803,578 1,841,550 (978,788) 474,914 22,790,353 551,456 (1,422,147) 24,060,916 (395,777) 24,060,915 13,792,009	work in progress 1,128,585 20,776,542 - - - - - - - - - - - - - - - - - - -	24,131,483 48,454,045 176,432 (2,212,095) 1,254,155 749,948,933 (364,278,081) (19,786,076) 437,688,796 820,498,797 (382,810,001) 437,688,796 210,493,631
Year ended 31 December 2019 Opening net book amount Additions Foreign exchange difference Disposals Cost Accumulated depreciation on disposals Revaluation - Cost Revaluation - Accumulated depreciation Depreciation and usage - current year Closing net book amount Year ended 31 December 2020 Cost Accumulated depreciation and impairment Net book amount Year ended 31 December 2020 Opening net book amount Additions Transfers in/out Foreign exchange difference Disposals Accumulated depreciation on disposals Revaluation - cost Revaluation - accumulated depreciation	properties 3,680,557 - - - 120,198,907 (55,231,346) (564,618) 68,083,500 123,879,464 (55,795,964) 68,083,500 15,128,303 - - - - - -	properties 2,627,659 5,707,996 - - 106,960,513 (54,217,796) (4,167,378) 56,910,994 (58,385,174) 56,910,994 (58,385,174) 56,910,994 65,968,478 13,100,434 - (18,297) 18,297	15,281,602 16,627,641 176,432 (1,233,307) 779,241 499,999,160 (255,380,395) (12,730,150) 263,520,224 530,851,528 (267,331,304) 263,520,225 57,809,222 6,025,093 800,013 (6,465,570) 3,940,146	Stocks 609,502 3,500,316 - - (901,782) 3,208,036 3,208,036	vehicles 803,578 1,841,550 (978,788) 474,914 22,790,353 551,456 (1,422,147) 24,060,916 (395,777) 24,060,915 13,792,009 - (3,196,538) 77,585	work in progress 1,128,585 20,776,542 - - - - 21,905,127 - 21,905,127 - - 21,905,127 - - - - - - - - - - - - - - - - - - -	24,131,483 48,454,045 176,432 (2,212,095) 1,254,155 749,948,933 (364,278,081) (19,786,076) 437,688,796 820,498,797 (382,810,001) 437,688,796 210,493,631 - 800,013 (9,680,405) 4,036,028 2,591,350,068
Year ended 31 December 2019 Opening net book amount Additions Foreign exchange difference Disposals Cost Accumulated depreciation on disposals Revaluation - Cost Revaluation - Accumulated depreciation Depreciation and usage - current year Closing net book amount Year ended 31 December 2020 Cost Accumulated depreciation and impairment Net book amount Year ended 31 December 2020 Opening net book amount Additions Transfers in/out Foreign exchange difference Disposals Accumulated depreciation on disposals Revaluation - cost Revaluation - accumulated	properties 3,680,557 - - - 120,198,907 (55,231,346) (564,618) 68,083,500 123,879,464 (55,795,964) 68,083,500 15,128,303 - - - - - - - - - - - - -	properties 2,627,659 5,707,996 - - 106,960,513 (54,217,796) (4,167,378) 56,910,994 (58,385,174) 56,910,994 (58,385,174) 56,910,994 65,968,478 13,100,434 - (18,297) 18,297 338,306,020	15,281,602 16,627,641 176,432 (1,233,307) 779,241 499,999,160 (255,380,395) (12,730,150) 263,520,224 530,851,528 (267,331,304) 263,520,224 263,5 20,224 263,5 20,224 263,5 20,225 57,809,222 6,025,093 800,013 (6,465,570) 3,940,146 1,668,571,800	Stocks 609,502 3,500,316 - - (901,782) 3,208,036 3,208,036	vehicles 803,578 1,841,550 (978,788) 474,914 22,790,353 551,456 (1,422,147) 24,060,916 (395,777) 24,060,915 13,792,009 - (3,196,538) 77,585 109,762,151	work in progress 1,128,585 20,776,542 - - - - 21,905,127 - 21,905,127 - - 21,905,127 - - - - - - - - - - - - - - - - - - -	24,131,483 48,454,045 176,432 (2,212,095) 1,254,155 749,948,933 (364,278,081) (19,786,076) 437,688,796 820,498,797 (382,810,001) 437,688,796 210,493,631 - 800,013 (9,680,405) 4,036,028 2,591,350,068 (1,129,685,278)
Year ended 31 December 2019 Opening net book amount Additions Foreign exchange difference Disposals Cost Accumulated depreciation on disposals Revaluation - Cost Revaluation - Accumulated depreciation Depreciation and usage - current year Closing net book amount Year ended 31 December 2020 Cost Accumulated depreciation and impairment Net book amount Year ended 31 December 2020 Opening net book amount Additions Transfers in/out Foreign exchange difference Disposals Accumulated depreciation on disposals Revaluation - cost Revaluation - accumulated depreciation and usage	properties 3,680,557 - - - 120,198,907 (55,231,346) (564,618) 68,083,500 68,083,500 68,083,500 68,083,500 15,128,303 - - 474,710,097 (194,710,780) (2,659,620)	properties 2,627,659 5,707,996 - - 106,960,513 (54,217,796) (4,167,378) 56,910,994 (58,385,174) 56,910,994 65,968,478 13,100,434 - (18,297) 338,306,020 (122,987,683) (47,992,904)	15,281,602 16,627,641 176,432 (1,233,307) 779,241 499,999,160 (255,380,395) (12,730,150) 263,520,224 263,520,224 263, 520,224 263, 520,224 263, 520,225 57,809,222 6,025,093 800,013 (6,465,570) 3,940,146 1,668,571,800 (823,385,290) (111,456,566)	Stocks 609,502 3,500,316 - - - (901,782) 3,208,036 4,109,818 (901,782) 3,208,036 4,956,575 - - - - - - - - - - - - -	vehicles 803,578 1,841,550 (978,788) 474,914 22,790,353 551,456 (1,422,147) 24,060,916 (395,777) 24,060,915 13,792,009 - (3,196,538) 77,585 109,762,151 11,398,475 (16,941,517)	work in progress 1,128,585 20,776,542 - - - 21,905,127 21,905,127 - 21,905,127 - - 21,905,127 - - - - - - - - - - - - - - - - - - -	24,131,483 48,454,045 176,432 (2,212,095) 1,254,155 749,948,933 (364,278,081) (19,786,076) 437,688,796 230,498,797 (382,810,001) 437,688,796 210,493,631 - 800,013 (9,680,405) 4,036,028 2,591,350,068 (1,129,685,278) (181,807,203)
Year ended 31 December 2019 Opening net book amount Additions Foreign exchange difference Disposals Cost Accumulated depreciation on disposals Revaluation - Cost Revaluation - Accumulated depreciation Depreciation and usage - current year Closing net book amount Year ended 31 December 2020 Cost Accumulated depreciation and impairment Net book amount Additions Transfers in/out Foreign exchange difference Disposals Accumulated depreciation on disposals Revaluation - cost Revaluation - cost Revaluation - accumulated depreciation and usage - current year	properties 3,680,557 - - - 120,198,907 (55,231,346) (564,618) 68,083,500 68,083,500 68,083,500 68,083,500 15,128,303 - - 474,710,097 (194,710,780) (2,659,620)	properties 2,627,659 5,707,996 - - 106,960,513 (54,217,796) (4,167,378) 56,910,994 (58,385,174) 56,910,994 65,968,478 13,100,434 - (18,297) 338,306,020 (122,987,683) (47,992,904)	15,281,602 16,627,641 176,432 (1,233,307) 779,241 499,999,160 (255,380,395) (12,730,150) 263,520,224 263,520,224 263, 520,224 263, 520,224 263, 520,225 57,809,222 6,025,093 800,013 (6,465,570) 3,940,146 1,668,571,800 (823,385,290) (111,456,566)	Stocks 609,502 3,500,316 - - - (901,782) 3,208,036 4,109,818 (901,782) 3,208,036 4,956,575 - - - - - - - - - - - - -	vehicles 803,578 1,841,550 (978,788) 474,914 22,790,353 551,456 (1,422,147) 24,060,916 (395,777) 24,060,915 13,792,009 - (3,196,538) 77,585 109,762,151 11,398,475 (16,941,517)	work in progress 1,128,585 20,776,542 - - - 21,905,127 21,905,127 - 21,905,127 - - 21,905,127 - - - - - - - - - - - - - - - - - - -	24,131,483 48,454,045 176,432 (2,212,095) 1,254,155 749,948,933 (364,278,081) (19,786,076) 437,688,796 230,498,797 (382,810,001) 437,688,796 210,493,631 - 800,013 (9,680,405) 4,036,028 2,591,350,068 (1,129,685,278) (181,807,203)
Year ended 31 December 2019 Opening net book amount Additions Foreign exchange difference Disposals Cost Accumulated depreciation on disposals Revaluation - Cost Revaluation - Accumulated depreciation Depreciation and usage - current year Closing net book amount Year ended 31 December 2020 Cost Accumulated depreciation and impairment Net book amount Year ended 31 December 2020 Opening net book amount Additions Transfers in/out Foreign exchange difference Disposals Accumulated depreciation on disposals Revaluation - cost Revaluation - accumulated depreciation Depreciation and usage - current year Closing net book amount As at 31 December 2020	properties 3,680,557 - - - 120,198,907 (55,231,346) (564,618) 68,083,500 68,083,500 68,083,500 68,083,500 15,128,303 - - 474,710,097 (194,710,780) (2,659,620)	properties 2,627,659 5,707,996 - - 106,960,513 (54,217,796) (4,167,378) 56,910,994 (58,385,174) 56,910,994 56,910,994 56,910,994 56,910,994 (18,297) 18,297 338,306,020 (122,987,683) (47,992,904)	15,281,602 16,627,641 176,432 (1,233,307) 779,241 499,999,160 (255,380,395) (12,730,150) 263,520,224 263,520,224 263, 520,224 263, 520,224 263, 520,225 57,809,222 6,025,093 800,013 (6,465,570) 3,940,146 1,668,571,800 (823,385,290) (111,456,566)	Stocks 609,502 3,500,316 - - - (901,782) 3,208,036 4,109,818 (901,782) 3,208,036 4,956,575 - - - - - - - - - - - - -	vehicles 803,578 1,841,550 (978,788) 474,914 22,790,353 551,456 (1,422,147) 24,060,916 (395,777) 24,060,915 13,792,009 - (3,196,538) 77,585 109,762,151 11,398,475 (16,941,517)	work in progress 1,128,585 20,776,542 - - - 21,905,127 21,905,127 - 21,905,127 - - 21,905,127 - - - - - - - - - - - - - - - - - - -	24,131,483 48,454,045 176,432 (2,212,095) 1,254,155 749,948,933 (364,278,081) (19,786,076) 437,688,796 820,498,797 (382,810,001) 437,688,796 210,493,631 - 800,013 (9,680,405) 4,036,028
Year ended 31 December 2019 Opening net book amount Additions Foreign exchange difference Disposals Cost Accumulated depreciation on disposals Revaluation - Cost Revaluation - Accumulated depreciation Depreciation and usage - current year Closing net book amount Year ended 31 December 2020 Cost Accumulated depreciation and impairment Net book amount Year ended 31 December 2020 Opening net book amount Additions Transfers in/out Foreign exchange difference Disposals Accumulated depreciation on disposals Revaluation - cost Revaluation - cost Revaluation - accumulated depreciation Depreciation and usage - current year Closing net book amount	properties 3,680,557 - - 120,198,907 (55,231,346) (55,231,346) (564,618) 68,083,500 68,083,500 68,083,500 68,083,500 15,128,303 - 474,710,097 (194,710,780) (2,659,620) 360,551,500	properties 2,627,659 5,707,996 - - 106,960,513 (54,217,796) (4,167,378) 56,910,994 (58,385,174) 56,910,994 56,910,994 56,910,994 56,910,994 (18,297) 338,306,020 (122,987,683) (47,992,904) 303,305,339 538,504,292	15,281,602 16,627,641 176,432 (1,233,307) 779,241 499,999,160 (255,380,395) (12,730,150) 263,520,224 263,520,224 263,520,224 263,520,225 57,809,222 6,025,093 800,013 (6,465,570) 3,940,146 1,668,571,800 (823,385,290) (111,456,566) 1,059,359,073	Stocks 609,502 3,500,316 - - (901,782) 3,208,036 4,109,818 (901,782) 3,208,036 4,956,575 - - - - - - - - - - - - -	vehicles 803,578 1,841,550 (978,788) 474,914 22,790,353 551,456 (1,422,147) 24,060,916 (395,777) 24,060,915 13,792,009 (3,196,538) 77,585 109,762,151 11,398,475 (16,941,517) 138,953,080	work in progress	24,131,483 48,454,045 176,432 (2,212,095) 1,254,155 749,948,933 (364,278,081) (19,786,076) 437,688,796 (382,810,001) 437,688,796 210,493,631 - 800,013 (9,680,405) 4,036,028 2,591,350,068 (1,129,685,278) (181,807,203) 1,923,195,650
Year ended 31 December 2019 Opening net book amount Additions Foreign exchange difference Disposals Cost Accumulated depreciation on disposals Revaluation - Cost Revaluation - Accumulated depreciation and usage - current year Closing net book amount Year ended 31 December 2020 Cost Accumulated depreciation and impairment Net book amount Year ended 31 December 2020 Opening net book amount Additions Transfers in/out Foreign exchange difference Disposals Accumulated depreciation on disposals Revaluation - cost Revaluation - cost Revaluation - accumulated depreciation Depreciation and usage - current year Closing net book amount As at 31 December 2020	properties 3,680,557 - - - 120,198,907 (55,231,346) (564,618) 68,083,500 68,083,500 68,083,500 15,128,303 - 474,710,097 (194,710,780) (2,659,620) 360,551,500 614,254,400 (253,702,900)	properties 2,627,659 5,707,996 - - 106,960,513 (54,217,796) (4,167,378) 56,910,994 (58,385,174) 56,910,994 (58,385,174) 56,910,994 (55,968,478 13,100,434 - (18,297) 338,306,020 (122,987,683) (47,992,904) 303,305,339 538,504,292 (235,198,953)	15,281,602 16,627,641 176,432 (1,233,307) 779,241 499,999,160 (255,380,395) (12,730,150) 263,520,224 263,520,224 263,520,224 263,520,225 57,809,222 6,025,093 800,013 (6,465,570) 3,940,146 1,668,571,800 (823,385,290) (111,456,566) 1,059,359,073	Stocks 609,502 3,500,316 - - - (901,782) 3,208,036 4,109,818 (901,782) 3,208,036 4,956,575 - - - - - - - - - - - - -	vehicles 803,578 1,841,550 (978,788) 474,914 22,790,353 551,456 (1,422,147) 24,060,915 (395,777) 24,060,915 13,792,009 24,060,915 13,792,009 3 (3,196,538) 77,585 109,762,151 11,398,475 (16,941,517) 138,953,080	work in progress	24,131,483 48,454,045 176,432 (2,212,095) 1,254,155 749,948,933 (364,278,081) (19,786,076) 437,688,796 (382,810,001) 437,688,796 210,493,631 - 800,013 (9,680,405) 4,036,028 2,591,350,068 (1,129,685,278) (181,807,203) 1,923,195,650

Directors: A. Makamure (Chairman), E. T. Shangwa (Managing Director)*, B. H. Dirorimwe (Finance Director)*, G. Chikomo, B. Childs, E. A. Fundira, N. G. Maphosa, T. M. Ngwenya, P. Saungweme. * Executive Registered Office: Monomotapa Hotel, Number 54 Park Lane, Harare, Zimbabwe. Email: venon.musimbe@africansunhotels.com, Web: www.africansunhotels.com Auditors: Deloitte & Touche Chartered Accountants (Zimbabwe), West Block, Borrowdale Office Park, Borrowdale Road, Borrowdale, Harare.





NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

13 PROVISIONS FOR OTHER LIABILITIES

Provisions are recorded when the Group has a present legal or constructive obligation as a result of past events, for which it is probable that an outflow of economic benefits will occur, and where a reliable estimate can be made of the amounts of the obligations. A reliable estimate is the amount the Group would rationally pay to settle the obligation at the reporting date.

The provisions balance is made up of the following:

	INFLATION ADJUSTED		HISTOF	RICAL
All figures in ZWL	As at 31 December 2020 Audited	As at 31 December 2019 Audited	As at 31 December 2020 Audited	As at 31 December 2019 Audited
Leave pay	(2,730,473)	4,393,555	(2,730,473)	979,424
Contractual claims	31,893,502	27,520,890	31,893,502	6,135,037
Claims from former employees	2,305,295	3,749,220	2,305,295	835,787
Other	56,784,709	7,550,996	56,784,709	1,683,290
	88,253,033	43,214,661	88,253,033	9,633,538

(a) Leave pay

This amount is the Group's liability to pay employees for their annual leave days. Current provision is included in the statement of comprehensive income under operating expenses.

(b) Contractual claims

The amount represents a provision payable to a counterparty arising from a service contract. The counter party has made additional claim against the Group. After obtaining legal advice, the outcome of the legal claim will not give rise to any loss beyond the provision provided for.

(c) Claims from former employees

The Victoria Falls Hotel Partnership, in which the Group has 50% joint control, is a defendant in a legal case involving 69 dismissed employees. The employees were dismissed following their involvement in an illegal industrial action. They have since challenged the dismissal through the courts.

(d) Other

This amount include provision for exit costs from all foreign entities and interest on contractual obligations.

14 EXPENSES BY NATURE

	INFLATION	INFLATION ADJUSTED		ICAL
All figures in ZWL	As at 31 December 2020 Audited	As at 31 December 2019 Audited	As at 31 December 2020 Audited	As at 31 December 2019 Audited
Inventory recognised in cost of sales	170,776,529	300,160,686	108,905,580	34,415,247
Outside laundry in cost of sales	12,461,195	20,678,144	7,417,368	2,422,251
Employee costs in costs of sales	223,095,765	344,764,920	129,134,739	37,815,488
Other cost of sales	107,868,152	185,939,283	63,596,559	21,435,863
Cost of sales	514,201,641	851,543,033	309,054,246	96,088,849
Employee costs in operating expenses	372,851,474	544,927,010	224,492,718	59,105,294
Equity settled share based payments	10,287,146	-	8,043,669	-
Depreciation, usage and amortization	288,175,654	301,482,278	181,807,203	19,786,076
Short term, low value and variable lease expenses	175,978,880	157,347,917	112,400,902	44,938,775
Repairs and maintenance	86,743,858	130,617,907	56,822,250	14,054,799
Sales and marketing	66,080,767	157,347,917	35,983,408	17,889,852
Other expenses	577,844,381	891,359,646	333,204,806	63,196,563
Operating expenses	1,577,962,160	2,183,082,675	952,754,956	218,971,359
Total cost of sales and operating expenses	2,092,163,801	3,034,625,708	1,261,809,202	315,060,208

15 INCOME TAX CREDIT/(EXPENSE)

17 OTHER RESERVES

17.1 Equity settled share based payments reserve

In terms of the Group's share option scheme summarised under note 5(c), options were granted on 19 March 2020. The estimated fair value of the options granted was ZWL0.28. The Group recognised total expenses of ZWL 8 043 669 in respect of share options granted. The options granted vest after 3 years and, accordingly, the fair value will be amortised over those periods. The fair value at the grant date was determined by the indpendent broker based on the Volume Weighted Average Price ("VWAP") for the Group on the Zimbabwe Stock Exchange (ZSE). The share options exercise price is US\$0.03 per share.

Movements in Share Options during the year;

		INFLATION	ADJUSTED	HISTOF	RICAL
	Number of share options	As at 31 December 2020 Audited ZWL	As at 31 December 2019 Audited ZWL	As at 31 December 2020 Audited ZWL	As at 31 December 2019 Audited ZWL
Outstanding at the beginning of the year	-	-	-	-	-
Granted during the year	7,540,503	10,287,146	-	8,043,669	-
Outstanding at the end of the year	7,540,503	10,287,146	-	8,043,669	-

All options expire, if not exercised four years after the date of grant.

17.2 Foreign currency translation reserve ("FCTR")

On consolidation, exchange differences arising from the translation of transactions and balances of foreign operations which are different to the Group's presentation currency are taken to the foreign currency translation reserve.

Movements in FCTR during the year

	INFLATION	ADJUSTED	HISTORICAL	
All figures in ZWL	As at	As at	As at	As at
	31 December	31 December	31 December	31 December
	2020	2019	2020	2019
	Audited	Audited	Audited	Audited
Balance at the beginning of the year	527,070,939	(137,089,653)	54,037,995	(3,554,078)
Recognised during the year	547,245,438	664,160,592	325,192,458	57,592,073
Balance at the end of the year	1,074,316,377	527,070,939	379,230,453	54,037,995

17.3 Revaluation reserve

The revaluation reserve relates to revaluations of property and equipment of the Group. The Group changed its accounting policy relating to subsequent measurement of property and equipment from the cost model to the revaluation model with effect from 30 June 2019. This was mainly because on the date of change in functional currency all balances were deemed to be ZWL balances at par with US\$ resulting in the Group's property and equipment which were predominately acquired in foreign currency being grossly undervalued. Revaluations are performed with sufficient regularity such that the carrying amounts do not differ materially from those that would be determined using fair values at the end of each reporting period. Increases in the carrying amount arising on the revaluation of property and equipment is credited to a revaluation reserve in shareholder's equity.

Movements in revaluation reserve during the year

	INFLATION ADJUSTED		HISTOR	ICAL
All figures in ZWL	As at	As at	As at	As at
	31 December	31 December	31 December	31 December
	2020	2019	2020	2019
	Audited	Audited	Audited	Audited
Balance at the beginning of the year	796,731,381	-	294,163,180	-
Recognised during the year	55,460,212	796,731,381	1,155,666,909	294,163,180
Balance at the end of the year	852,191,593	796,731,381	1,449,830,089	294,163,180

18 CAPITAL COMMITMENTS

	INFLATION	ADJUSTED	HISTORICAL		
All figures in ZWL	As at 31 December 2020 Audited	As at 31 December 2019 Audited	As at 31 December 2020 Audited	As at 31 December 2019 Audited	
Authorised by Directors and contracted for Authorised by Directors, but not contracted for	9,588,252 1,088,215,681 1,097,803,933	- 5,058,399,113 5,058,399,113	9,588,252 1,088,215,681 1,097,803,933	- 1,127,621,907 1,127,621,907	

Capital commitments relate mainly refurbishments and acquisition of other items of property and equipment and will be

	INFLATION ADJUSTED		HISTOR	RICAL
All figures in ZWL	As at 31 December 2020 Audited	As at 31 December 2019 Audited	As at 31 December 2020 Audited	As at 31 December 2019 Audited
Income tax credit/(expense) is made of the following;				
Current income tax expense	(5,469,837)	(388,772,393)	(4,513,161)	(38,264,294)
Deferred tax credit/(charge)	355,624,068	(288,476,385)	145,720,942	(4,819,450)
Income tax credit/(expense)	350,154,231	(677,248,778)	141,207,781	(43,083,744)

16 (LOSS)/ EARNINGS AND NET ASSET VALUE PER SHARE

	INFLATION ADJUSTED		HISTORICAL		
All figures in ZWL	As at 31 December 2020 Audited	As at 31 December 2019 Audited	As at 31 December 2020 Audited	As at 31 December 2019 Audited	
i) (Loss)/ earnings per share					
Basic and diluted (loss)/earnings per share (ZWL cents)	(174.64)	97.36	(8.31)	12.35	
Headline (loss)/earnings per share (ZWL cents)	(173.81)	97.95	(7.91)	12.43	
Reconciliation of (loss)/earnings used in calculating earnings per share is as follows;					
(Loss)/earnings attributable to owners of the parent Adjustments for;	(1 504 986 062)	839 027 909	(71 653 155)	106 455 023	
Loss from disposal of property and equipment	7 114 668	5 081 672	3 529 457	691 391	
Headline (loss)/earnings attributable to owners of the parent	(1 497 871 394)	844 109 581	(68 123 698)	107 146 414	
Weighted average number of shares used as the denominator is as follows;					
Number of shares in issue	861,771,777	861,771,777	861,771,777	861,771,777	
Weighted average number of shares in issue for earnings and net asset value per share	861,771,777	861,771,777	861,771,777	861,771,777	
(ii) Net assets value and net tangible asset value per share					
Net asset value per share (cents)	238.63	343.91	218.40	54.52	
Net tangible asset value per share (cents)	238.63	343.91	218.40	54.52	
Net asset value as per statement of financial position	2,056,421,997	2,963,677,009	1,882,066,591	469,814,929	

financed mainly from normal operating cash flows.

19 KEY RELATED PARTY TRANSACTIONS AND BALANCES

(a) Transactions with related parties

(i) Operating lease rentals payable to Dawn Properties

African Sun Limited leases seven of its hotels from Dawn Properties Limited ("Dawn"). The two entities have one common major shareholder; Arden Capital Management (Private) Limited ("Arden") which holds 66.81% (2019: 66.81%) of the issued share capital of Dawn.

The Group was charged ZWL112 million (Restated) (2019 : ZWL75 million (Restated)) by Dawn Properties Limited. All leases with Dawn are at arms length.

(b) Balance arising from transactions with related parties

	INFLATION	ADJUSTED	HISTORICAL	
All figures in ZWL	As at 31 December 2020 Audited	As at 31 December 2019 Audited	As at 31 December 2020 Reviewed	As at 31 December 2019 Audited
Payables to related parties Payables to Dawn Payables to Arden Capital	114,902,227	220,029,020 937,714	75,998,200 -	24,578,572 40,256
	114,902,227	220,966,734	75,998,200	24,618,828

The payables to Dawn arose from lease rentals and valuation consultancy fees and are due one month after billing.

All balances due to and from related parties are unsecured.

20 EVENTS AFTER REPORTING DATE

20.1 Dawn Properties Limited ("DPL") transaction update

Acquisition of 91,17% of DPL

The Company made an offer to the shareholders of DPL to acquire all the issued ordinary shares in DPL, based on 1 issued ASL ordinary share for every 3,98 DPL issued ordinary shares ("the Original Offer"). Pursuant to the Original Offer, DPL Shareholders holding 2,240,283,488 ordinary shares in DPL, representing 91.17% of the DPL issued ordinary shares accepted the Original Offer and surrendered their shares to the Company on 20 January 2021. In terms of IFRS 3, on this date the Company acquired control considering that 91.17% is a controlling interest interms of the Zimbabwe Companies and other Business Entities Act (Chapter 24:31). On this date the Company being the acquirer has significant influence and can effect changes in DPL's operations.

African Sun Limited's intention to acquire the remaining shares

DPL Shareholders holding 216,888,620 ordinary shares in DPL, representing 8.83% of the DPL issued ordinary shares ("Remaining Shares") did not accept the Original Offer. In terms of section 238 (1) of the Companies and Other Business Entities Act [Chapter 24:31] ("the COBE"), the Company notified the holders of the Remaining Shares of its intention to acquire the Remaining Shares within a period of 120 days from the date of the squeeze out notice published on 25 January 2021, on the same terms that applied to the shares whose holders accepted the Original Offer. The Remaining Shares will be acquired via a Tag Along in terms of Section 238(2) of the COBE.

20.2. COVID-19 induced lockdowns

The Group's steady recovery in Q4 2020 took a dip at the beginning of 2021 as globally countries tightened travel restrictions in response to a different strain of the Covid-19 virus and surging new cases (second wave). The Zimbabwe government responded by implementing a second lockdown at the beginning of the year. The lockdown was lifted at the end of February 2021. Unlike in the first lockdown, our hotels continued to operate albeit at depressed occupancies. Since the easing of the second lockdown, the Group achieved 24% occupancy in March 2021, an improved performance relative to other months since June 2020. We remain cautiously optimistic for the rest of the year on the back of local and international vaccine rollout programmes.

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