

**GetBucks Limited trading as *GetBucks Botswana*
Incorporated in the Republic of Botswana in 2012
Registration number: CO2012/2454**

GROUP CONDENSED UNAUDITED

FINANCIAL STATEMENTS

FOR THE PERIOD ENDED

31 DECEMBER 2018

CORPORATE INFORMATION**Country of incorporation and domicile**

Botswana

Executive directors

A.M. de Kock (Managing Director)

Registered office

MyBucks Building
Plot 50362, Fairgrounds Office Park
Gaborone, Botswana

Holding company

GetBucks Limited
Incorporated in Mauritius

Auditors

PricewaterhouseCoopers
Plot 50371, Fairgrounds Office Park
Gaborone, Botswana

Bankers

Bank Gaborone Limited
First National Bank Botswana Limited
Stanbic Bank Limited

Transfer secretary, calculation and paying agent

Transaction Management Services (Proprietary)
Limited t/a Corpserve Botswana
Plot 64516, Fairgrounds Office Park
Unit 206, Showgrounds Close
Gaborone Botswana

Company Registration Number

CO 2012/2454

Nature of business and principal activities

The Group sells short-term insurance as a brokerage; and provides micro-financing in the form of unsecured loans.

Non-executive directors

J. Sibisibi (Chairman)
Y. Patson
D. Van Niekerk

Business address

MyBucks Building
Plot 50362, Fairgrounds Office Park
Gaborone, Botswana

Ultimate holding company

MyBucks S.A.
Incorporated in Luxembourg

Legal Advisors

Armstrongs Attorneys
Plot 74538, Acacia House, New CBD
Gaborone, Botswana

Company Secretary

Andrew Motsage
MyBucks Building
Plot 50362, Fairgrounds Office Park
Gaborone, Botswana

Trustee to the notes

Robert Michael Northcote Vinen c/o Stevens, Fricker
and Associates
Deloitte House, Plot 64518
Fairgrounds Office Park
Gaborone, Botswana

Financial Year

1 July to 30 June

COMMENTARY

Introduction

The Directors have the pleasure of presenting the Group Condensed Unaudited Financial Statements of GetBucks Limited, trading as *GetBucks Botswana*, and its subsidiaries (the “Group” or “GetBucks”) for the period ended 31 December 2018. GetBucks is part of a financial technology (FinTech) group that embraces technology to provide financial products and services to customers. The Group’s current primary activities are micro-lending and management of short-term insurance as a brokerage. GetBucks is part of the Frankfurt-listed MyBucks S.A. group, which is a FinTech group.

Basis of preparation of this report

The Group Condensed Unaudited financial statements for the half year reporting period ended 31 December 2018 has been prepared in accordance the accounting policies as adopted by the Group. The accounting policies adopted are consistent with those of the previous financial year and corresponding interim reporting period, except for the adoption of new and amended standards as set out below.

Financial Highlights

The six-month period has been a turning point in the development and re-positioning of the Group. We maintained constant revenue over the past period, which prompted the group to embark in robust marketing campaigns, deploying of additional competent staff and motivating staff more with a view to improve the quality business operations and administration thereof in the future. The loan book grew by 6% from June 2018. The Group assets increased by 3% at the end of the period from BWP 219 million in June 2018 to BWP 224 million in December 2018.

Re-presentation of December 2017 results

During the current financial year, the group reported on gross revenue changing from the net revenue reporting in preceding periods. Insurance and lending revenue were previously reported as net of sales expenses. For ease of comparison the December 2017 results were re-presented to reflect this change. This only impacted the statement of profit or loss and other compressive income therefore no restatement of the statement of financial position and accompanying reports were required.

Change in accounting policy with the adoption of IFRS 9 *Financial instruments*

On 1 July 2018 the group adopted IFRS 9 Financial instruments which resulted in a restatement of the opening equity on 1 July 2018. The restatement was resultant from the change in the methodology used in determining the provision on the loan book. The previous provisions were based on an incurred loss model (IAS39) whereas the adjusted provisioning model is based on an expected loss model (IFRS9). The restatement was processed directly in equity as allowed for by the standard.

Directorate

Mr. Marshal Chimedza and Ms. Dudu Garekwe resigned from the board effective 01 December 2018 and 15 November 2018 respectively. On behalf of the board we thank them for their invaluable contribution.

Mr. David Van Niekerk was appointed to the board effective 14 January 2019 and on behalf of the Board, we welcome him and look forward to his positive contribution.

**Outlook**

The Group is well positioned to expand and continue to grow our footprint across the country. We are committed to optimizing our resources and deliver optimum value to our customers and stakeholders. The Group will continue to focus on customer service excellence by bridging the gap in the market through financial technology.

The group has committed to making a lasting impact in the community through its social responsibility projects which continue to yield positive results.

For and on behalf of the Board of Directors

J. Sibisibi
Chairman

A.M. De Kock
Managing Director

GROUP CONDENSED UNAUDITED STATEMENT OF FINANCIAL POSITION

AS AT 31 DECEMBER 2018

	Note(s)	Unaudited 31-Dec-18 BWP	Audited 30-June-18 BWP
Assets			
Non-Current Assets			
Property, plant and equipment		8 519 982	8 750 169
Loan book	10	83 843 248	-
Deferred tax assets		8 371 154	8 172 244
Total Non-Current Assets		100 734 384	16 922 413
Current Assets			
Loans to related parties		51 904 489	44 868 353
Loans to shareholders		35 682 928	31 444 211
Current tax receivable		-	1 836 187
Loan book	10	20 448 170	101 225 213
Other receivables		6 405 233	12 474 080
Cash and cash equivalents		8 950 770	9 823 862
Total Current Assets		123 391 590	201 671 906
Total Assets		224 125 974	218 594 319
Equity and Liabilities			
Equity			
Stated capital		4 041 075	4 041 075
Reserves		323 046	323 046
Retained income		46 157 866	40 782 670
Total Equity Attributable to Owners of the Parent		50 521 987	45 146 791
Non-controlling interest		1 790 016	1 681 680
Total Equity		52 312 003	46 828 471
Liabilities			
Non-Current Liabilities			
Other financial borrowings	11	95 217 776	-
Finance lease liabilities		336 924	416 342
Total Non-Current Liabilities		95 554 700	416 342
Current Liabilities			
Loans from related parties		27 232	-
Other financial borrowings	11	56 570 751	149 260 681
Current tax payable		794 015	-
Finance lease liabilities		263 501	326 939
Trade and other payables		18 603 772	21 761 886
Total Current Liabilities		76 259 271	171 349 506
Total Liabilities		171 813 971	171 765 848
Total Equity and Liabilities		224 125 974	218 594 319

GROUP CONDENSED UNAUDITED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE PERIOD ENDED 31 DECEMBER 2018

	Unaudited 31-Dec-18 BWP	Represented Unaudited 31-Dec-17 BWP	Audited 30-June-18 BWP
Revenue	43 023 428	42 913 170	84 637 350
Loan impairments	(3 325 594)	(1 585 172)	(3 744 746)
Other income	786 509	1 787 015	5 766 649
Operating expenses	(25 056 655)	(20 227 121)	(49 212 086)
Operating profit	15 427 688	22 887 892	37 447 167
Investment revenue	7 005 140	7 260 087	15 214 614
Finance costs	(12 016 184)	(9 897 888)	(24 865 271)
Profit before taxation	10 416 644	20 250 091	27 796 510
Income tax expense	(2 665 043)	(4 272 486)	(8 297 915)
Profit for the period/year	7 751 601	15 977 605	19 498 595
Other comprehensive income for the period/year net of taxation	-	-	-
Total comprehensive income for the period/year	7 751 601	15 977 605	19 498 595
Profit attributable to:			
Owners of the parent	7 479 107	14 709 254	17 730 322
Non-controlling interest	272 494	1 268 351	1 768 273
	7 751 601	15 977 605	19 498 595
Total comprehensive income attributable to:			
Owners of the parent	7 479 107	14 709 254	17 730 322
Non-controlling interest	272 494	1 268 351	1 768 273
	7 751 601	15 977 605	19 498 595



GROUP CONDENSED UNAUDITED STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED 31 DECEMBER 2018

	Stated capital	Share based payment reserve	Retained income	Total attributable to owners of the parent	Non-controlling interest	Total equity
	BWP	BWP	BWP	BWP	BWP	BWP
Balance at 1 July 2017	4 041 075	185 597	23 414 616	27 641 288	(22 663)	27 618 625
Profit for the period	-	-	14 709 254	14 709 254	1 268 351	15 977 605
Total comprehensive income for the period	-	-	14 709 254	14 709 254	1 268 351	15 977 605
Value of employee service	-	(37 140)	-	(37 140)	-	(37 140)
Balance at 31 December 2017	4 041 075	148 457	38 123 870	42 313 403	1 245 688	43 559 090
Profit for the period	-	-	3 021 068	3 021 068	499 922	3 520 990
Total comprehensive income for the period	-	-	3 021 068	3 021 068	499 922	3 520 990
Change in control	-	-	(362 268)	(362 268)	(63 930)	(426 198)
Value of employee services	-	174 589	-	174 589	-	174 589
Balance at 30 June 2018	4 041 075	323 046	40 782 670	45 146 791	1 681 680	46 828 471
IFRS9 Adjustment	-	-	(2 103 911)	(2 103 911)	(164 158)	(2 268 069)
Profit for the period	-	-	7 479 107	7 479 107	272 494	7 751 601
Total comprehensive income for the period	-	-	5 375 196	5 375 196	108 336	5 483 532
Balance at 31 December 2018	4 041 075	323 046	46 157 866	50 521 987	1 790 016	52 312 003

GROUP CONDENSED UNAUDITED STATEMENT OF CASH FLOWS
 FOR THE PERIOD ENDED 31 DECEMBER 2018

	Unaudited 31-Dec-2018 BWP	Unaudited 31-Dec-2017 BWP	Audited 30-June-18 BWP
Cash flows from operating activities			
Cash (used) or generated in operations	9 183 568	10 254 448	(20 191 635)
Interest revenue received	258 008	7 260 087	30 491 180
Investment interest received	-	-	13 661 684
Interest paid	(10 962 484)	(9 897 888)	(24 511 438)
Tax paid	(478 449)	(348 354)	(7 579 033)
Net cash flows from operating activities	(1 999 357)	7 268 293	(8 129 242)
Cash flows from investing activities			
Purchase of property, plant and equipment	(271 521)	-	(711 831)
Payments received from loans to related parties	38 617 138	108 000	10 798 833
Advances to related parties	(37 076 495)	-	(40 451 686)
Net cash flows from investing activities	1 269 121	108 000	(30 364 684)
Cash flows from financing activities			
Repayment of other financial borrowings	-	-	(32 842 997)
Proceeds from other financial borrowings	-	24 981 603	74 992 777
Advances received from related parties	-	-	1 809 811
Repayment of loans to related parties	-	(34 112 038)	(8 198 790)
Proceeds from finance leases	-	-	246 863
Repayment of loans to shareholders	-	(5 147 011)	-
Finance lease payments	(142 856)	(68 004)	-
Net cash flows from financing activities	(142 856)	(14 345 450)	36 007 664
Total cash movement for the year	(873 092)	(6 969 157)	(2 486 262)
Cash and cash equivalents at the beginning of the year	9 823 862	12 310 124	12 310 124
Total cash and cash equivalents at the end of the year	8 950 770	5 340 967	9 823 862

1 GENERAL INFORMATION

GetBucks Limited ("**GetBucks**"), together with its subsidiaries (the "**Group**") is a Fintech group that embraces technology as a means to provide financial products and services to customers. The Group's current primary activities are micro-lending and insurance brokerage.

GetBucks Limited was incorporated in Botswana on 12 March 2012 and obtained its certificate to commence business on the same day. Pursuant to section 280 of the Companies Act, 2003 the company converted to a public company and obtained approval for change of name from *GetBucks (Proprietary) Limited* to *GetBucks Limited* from the Registrar of Companies on 16 May 2016. GetBucks is domiciled in Botswana and its registered address is Plot 50362, Fairgrounds, Gaborone, Botswana.

2 BASIS OF PREPARATION

The group condensed unaudited financial statements ("**group condensed unaudited financial statements**") for the half year ended 31 December 2018 have been prepared in accordance with the recognition and measurement principles of the Companies Act and International Financial Reporting Standards ("**IFRS**"). The condensed unaudited financial statements were presented in accordance with the Listings Requirements of the Botswana Stock Exchange and IAS 34 "Interim Financial Reporting".

These condensed Unaudited financial statements have not been audited or reviewed by the Group's auditors.

These condensed unaudited financial statements were approved by the board of Directors on 07 March 2019.

3 ACCOUNTING POLICIES

The accounting policies adopted are prepared in accordance with IFRS and are consistent with those adopted in the preparation of the financial statements of 30 June 2018. Taxes on income in the interim period are measured using the tax rate that is expected to be applicable to the full year profit or loss.

On 1 July 2018 the group adopted IFRS 9 Financial instruments which resulted in a restatement of the opening equity of 1 July 2018. The restatement was resultant from the change in the methodology used in determining the provision on the loan book. The previous provisions were based on an incurred loss model (IAS39) whereas the adjusted provisioning model is based on an expected loss model (IFRS9). The restatement was processed directly in equity as allowed for by the standard.

4 ESTIMATES

In preparing these condensed unaudited financial statements, the significant judgements made by management in applying the Group's accounting policies and key sources of estimation uncertainty were the same as those applied to the Group unaudited financial statements for the period ended 31 December 2017 and the Group Financial Statements for the year ended 30 June 2018.

The critical accounting estimates and areas of judgments are on the following elements of the condensed unaudited financial statements:

- credit impairment losses on loans and advances;
- income taxes;
- residual values and useful lives of property and equipment; and
- revenue recognition.

5 COMMITMENTS AND GUARANTEES

Bank Gaborone

Ochwe Developers (Proprietary) Limited, a subsidiary of GetBucks Limited, has a mortgage loan from Bank Gaborone for the purchase of Lot 54451 Fairgrounds, Gaborone. The carrying value of the property as at 31 December 2018 is BWP 6 998 167. The loan is secured as follows: Building on lot 54451, of plot 50362 to the value of BWP5,500,000; unlimited suretyship by GetBucks Limited and a portion of loan book not greater than outstanding capital by TU Employee Benefits (Proprietary) Limited; cession of rentals over lot 54451, Fairground, Gaborone; and unlimited security by GetBucks Limited (Mauritius).

The Directors are not aware of any other contingences as at 31 December 2018.

6 DIVIDEND

There were no dividends declared by the group in respect of the period ended 31 December 2018.

7 CAPITAL EXPENDITURE COMMITTED OR AUTHORISED

There were no expenditure items of a capital nature that were not authorized by directors as at 31 December 2018.

8 GOING CONCERN

The Group's forecasts and projections, taking account of reasonably possible changes in trading performance, show that the Group should be able to operate within the level of its current financing. The directors have a reasonable expectation that the Group and Company have adequate resources to continue in operational existence for the foreseeable future.

The Directors have satisfied themselves that the Group is in a sound financial position and that it has access to enough borrowing facilities to meet its foreseeable cash requirements. The Directors are not aware of any new material changes that may adversely impact the Group.

9 SUBSEQUENT EVENT

Mr. David Van Niekerk was appointed to the board effective 14 January 2019 and on behalf of the Board, we welcome him and look forward to his positive contribution.



10 LOAN BOOK

	Unaudited 31-Dec-18 BWP	Audited 30-Jun-18 BWP
Loan advances	114 995 316	108 348 002
Impairment on loan book	(10 703 898)	(7 122 789)
	104 291 418	101 225 213
Current and non-current portion of loan book		
Falling due within 12 months	20 448 170	24 354 767
Falling due after 12 months	83 843 248	76 870 446
	104 291 418	101 225 213
Reconciliation of provision for impairment of loan book		
Opening balance	7 122 788	9 062 050
Restatement of opening balance due to IFRS9 adoption	2 268 069	-
Provision utilised	(2 012 553)	(5 684 008)
Additional impairment raised	3 325 594	3 744 746
Closing balance	10 703 898	7 122 788

Refer to *note 5* on the cession of a portion of the loan book. The remainder of the loan book is used as security for the AS Mintos facilities as well as the bond program in issue (refer to *note 11* below).



11 BORROWINGS

Held at amortised cost	Unaudited 31-Dec-18 BWP	Audited 30-Jun-18 BWP
Bank Gaborone Limited	4 806 200	4 919 866
Secured mortgage bond with a repayment period of 180 months and the last repayment date being 01 September 2030. The loan bears interest at the Botswana prime rate plus 3%. Refer to <i>note 5</i> for the details of the guarantees provided on this loan.		
AS Mintos Marketplace	22 908 656	21 363 675
Loan book administered by AS Mintos Marketplace. The facility bears interest ranging from 8% to 15% based on tenor of the loan granted which range from 1 month to 72 months. The facility is payable weekly based on the agreed loan repayments with clients.		
Botswana Bond Program – External parties	50 924 590	49 263 960
Botswana Bond Program – Related parties	65 316 183	65 920 852
The notes issued under the Note Programme are guaranteed by MyBucks S.A. up to the value of BWP 200 000 000. <i>Note 1</i> in the amount of BWP 50,000,000 bears interest at 18% per annum and is repayable by 31 December 2021. The capital is repayable on maturity date, while the interest is payable monthly, commencing 24 February 2017. <i>Note 2</i> in the amount of BWP 21 800 000 bears interest at 15% per annum and is repayable by 24 February 2020. The capital is repayable on maturity date, while the interest is payable semi-annually, commencing 30 June 2017. <i>Note 3</i> in the amount of BWP 15 000 000 bears interest at 15% per annum and is repayable by 31 December 2021. The capital is repayable on maturity date, while the interest is payable semi-annually, commencing 30 June 2018. <i>Note 4</i> in the amount of BWP 25 000 000 bears interest at 15% per annum and is repayable by 10 April 2021. The capital is repayable on maturity date, while the interest is payable semi-annually, commencing 30 June 2018. <i>Note 5</i> in the amount of BWP 5 000 000 bears interest at 11% per annum and is repayable by 23 March 2019. The capital is repayable on maturity date, while the interest is payable semi-annually, commencing 30 June 2018.		
Cost Lean Investment (Proprietary) Limited	3 281 198	3 091 949
The loan is unsecured and bears interest at 24% per annum. Interest is paid monthly, and the loan matures on 31 March 2020.		
I PRO		
The loan is secured by a MyBucks "S.A" guarantee and bears interest at 9.5% per annum. Interest is at the end of the tenure. The loan matures on 26 March 2019.	3 025 411	3 163 644
The loan is secured by a MyBucks "S.A" guarantee and bears interest at 11% per annum. Interest is paid biannually. The loan matures on 31 October 2019.	1 526 289	1 536 735
Total borrowings	151 788 527	149 260 681
Falling due after 12 months	95 217 776	56 517 238
Falling due within 12 months	56 570 751	92 743 443
Total borrowings	151 788 527	149 260 681