

**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 SIX MONTHS ENDED

31 DECEMBER 2017

CORPORATE INFORMATION

Country of incorporation and domicile	Nature of business and principal activities
Botswana	The Group sells short-term insurance as a brokerage; and provides micro-financing in the form of unsecured loans
Executive directors	Non-executive directors
A.M. de Kock (Managing Director)	J. Sibisibi (Chairman) T. Nuy R. M. Solomon Y. Patson
Registered office	Business address
MyBucks Building Plot 50362, Fairgrounds Office Park Gaborone, Botswana	MyBucks Building Plot 50362, Fairgrounds Office Park Gaborone, Botswana
Holding company	Ultimate holding company
GetBucks Limited Incorporated in Mauritius	MyBucks S.A. Incorporated in Luxembourg
Auditors	Legal Advisors
PricewaterhouseCoopers Plot 50731, Fairgrounds Office Park Gaborone, Botswana	Armstrongs Attorneys Plot 74538, Acacia House, New CBD Gaborone, Botswana
Bankers	Company Secretary
Bank Gaborone First National Bank Botswana Limited Stanbic Bank Limited	Andrew Motsage MyBucks Building, Fairgrounds Office Park Gaborone, Botswana
Transfer secretary, calculation and paying agent	Trustee to the notes
Transaction Management Services (Proprietary) Limited t/a Corpserve Botswana Plot 64516, Fairgrounds Office Park Unit 206, Showgrounds Close Gaborone Botswana	Robert Michael Northcote Vinen c/o Stevens, Fricker and Associates Deloitte House, Plot 64518 Fairgrounds Office Park Gaborone, Botswana
Registration Number	Financial Year
CO 2012/2454	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 six months ended 31 December 2017. GetBucks embraces innovative financial technology in delivering consumer loan and insurance solutions to its customers. GetBucks is part of the Frankfurt-listed MyBucks S.A., which is a group of Fintech Companies.

Financial Performance

There was outstanding performance in the first half of the year with the Group registering a substantial 139% increase in profitability, from BWP6.69m BWP15.99m, on the back of a moderate decrease in revenue, from BWP41.19m in December 2016 to the current BWP37.92m. The Group will continue to strive for better operating efficiencies and a reduction in its cost of funding. The loan book increased by 18% from 30 June 2017 and 75% when compared to the same earlier period. The Group’s efficient and effective collection methods allowed it to achieve a high-quality loan book, as the Impairment-To-Loan Book Ratio decreased from 14% to 9% in a year-on-year comparison. The Cost-To-Revenue Ratio improved significantly, from 57% to 40%, on a year-on-year comparison. Total Assets increased by 75% when compared to the same period last year and by 26% since 30 June 2017, to BWP209.91m.

Multicurrency Domestic Term Note Programme

On 24 February 2017, GetBucks listed a Note Programme with a value of BWP500m on the Botswana Stock Exchange (“BSE”). There were two issues under the Note Programme in 2017. The first was in the amount of BWP50m at 18% interest per annum, payable in arrears; and the second in the amount of BWP21.8m at 15% interest per annum, payable in arrears. Additional issues under the Note Programme are expected to be completed by 31 March 2018. Any interested parties can contact Llewellyn Gerber at llewellyn@mybucks.com.

Corporate Governance

The Board and management are responsible for ensuring that the Group’s operations are conducted in accordance with all applicable laws and regulations, including the responsibility for ensuring the following:

- adequate and effective management of corporate governance and risk, in accordance with current best practice and regulatory compliance;
- maintenance of appropriate internal controls, including the reporting of material malfunctions; and
- the Group’s continued capability to operate as a going concern.

The Board comprises a majority of non-executive Directors and meets regularly; overviews executive management performance; and retains effective control over the Group.

Outlook

Despite the challenging business environment, GetBucks will focus on improving operational efficiencies with an emphasis on further reducing loan disbursement turnaround time, for the convenience of our customers. There is growing confidence across the Group in its ability to deliver strong results, emanating from its commitment to invest in members of staff; provide innovative technological advancements; and ensure that its operating processes deliver a superior client experience.

The Group is expected to further strengthen its Corporate Governance Structure by establishing Board Committees to assist the Board in monitoring various aspects of governance. The main Board committees will include an Asset-Liability Committee (ALCO); Credit and Risk Committee; Audit Committee; and a Remuneration Committee.

For and on behalf of the Board of Directors

J. Sibisibi
Chairman

A.M. De Kock
Managing Director

CONDENSED UNAUDITED GROUP STATEMENT OF FINANCIAL POSITION
 AS AT 31 DECEMBER 2017

	Notes	Unaudited 31-Dec-17 BWP	Unaudited Restated 31-Dec-16 BWP	Audited 30-Jun-17 BWP
Assets				
Non-Current Assets				
Property, plant and equipment		8 744 591	10 050 770	8 947 292
Other intangible assets		-	4 612 104	-
Deferred tax		9 003 870	10 072 939	8 972 655
Loan book	10	61 697 762	37 544 187	52 413 973
Total Non-Current Assets		79 446 223	62 280 000	70 333 920
Current Assets				
Loan book	10	24 632 594	24 492 911	20 926 077
Amounts due from related parties		88 188 366	12 226 386	54 076 328
Current tax receivable		584 666	515 000	1 250 351
Other receivables		11 712 615	12 002 583	7 831 153
Cash and cash equivalents		5 340 967	8 354 778	12 310 124
Total Current Assets		130 459 208	57 591 658	96 394 033
Total Assets		209 905 431	119 871 658	166 727 953
Equity and Liabilities				
Equity				
Stated capital		4 041 075	4 041 075	4 041 075
Reserves		148 457	35 797	185 597
Retained income	11	38 123 870	20 851 241	23 414 616
Total Equity Attributable to Owners of the Parent		42 313 402	24 928 113	27 641 288
Non-controlling interest	11	1 245 688	3 054 559	(22 663)
Total Equity		43 559 090	27 982 672	27 618 625
Liabilities				
Non-Current Liabilities				
Loans from shareholders		-	51 616 118	5 147 011
Other financial borrowings	12	107 912 855	1 635 704	97 657 688
Finance lease liabilities		293 127	410 684	356 066
Total Non-Current Liabilities		108 205 982	53 662 506	103 160 765
Current Liabilities				
Amounts due to related parties		788 412	1 586 509	680 412
Other financial borrowings	12	22 886 943	7 349 043	8 160 508
Current tax payable		5 698 241	6 797 900	92 123
Finance lease liabilities		135 286	150 255	140 349
Trade and other payables		28 631 477	22 342 773	26 875 171
Total Current Liabilities		58 140 359	38 226 648	35 948 563
Total Liabilities		166 346 341	91 888 986	139 109 328
Total Equity and Liabilities		209 905 431	119 871 658	166 727 953

UNAUDITED CONDENSED GROUP STATEMENT OF COMPREHENSIVE INCOME
 FOR THE SIX MONTHS ENDED 31 DECEMBER 2017

	Unaudited 31-Dec-17 BWP	Unaudited 31-Dec-16 BWP	Audited 30-Jun-17 BWP
Revenue	37 919 547	41 192 596	85 641 460
Loan impairments	(1 585 172)	(3 930 154)	(7 811 741)
Other income	1 787 015	228 448	2 539 886
Depreciation	(202 702)	(300 965)	(1 633 664)
Operating expenses	(15 036 834)	(23 224 011)	(55 408 017)
Operating profit	22 881 854	13 965 914	23 327 924
Investment revenue	7 260 087	401 877	2 148 216
Finance costs	(9 891 851)	(4 863 152)	(12 418 369)
Profit before taxation	20 250 090	9 504 639	13 057 771
Income tax expense	(4 272 485)	(2 815 606)	(3 182 585)
Profit for the year	15 977 605	6 689 033	9 875 186
Other comprehensive income for the year net of taxation	-	-	-
Total comprehensive income for the year	15 977 605	6 689 033	9 875 186
Profit attributable to:			
Owners of the parent	14 709 254	6 152 307	8 715 682
Non-controlling interest	1 268 351	536 726	1 159 504
	15 977 605	6 689 033	9 875 186
Total comprehensive income attributable to:			
Owners of the parent	14 709 254	6 152 307	8 715 682
Non-controlling interest	1 268 351	536 726	1 159 504
	15 977 605	6 689 033	9 875 186

UNAUDITED CONDENSED GROUP STATEMENT OF CHANGES IN EQUITY
 FOR THE PERIOD ENDED 31 DECEMBER 2017

	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 as previously stated	4 041 075	-	9 379 565	13 420 640	1 274 533	14 695 173
Prior period errors (note 10)	-	-	(2 778 202)	(2 778 202)	(490 270)	(3 268 472)
Balance at 1 July 2014 as restated	4 041 075	-	6 601 363	10 642 438	784 263	11 426 701
Profit for the year	-	-	7 718 022	7 718 022	1 736 086	9 454 108
Total contributions by and distributions to owners of company recognised directly in equity	-	-	7 718 022	7 718 022	1 736 086	9 454 108
Balance at 1 July 2015 as restated	4 041 075	-	14 319 385	18 360 460	2 520 349	20 880 809
Profit for the year	-	-	379 549	379 549	(2 516)	377 033
Share based payment reserve	-	35 797	-	35 797	-	35 797
Balance at 1 July 2016 as restated	4 041 075	35 797	14 698 934	18 775 806	2 517 833	21 293 639
Profit for the year	-	-	6 152 307	6 152 307	536 726	6 689 033
Balance at 31 December 2016	4 041 075	35 797	20 851 241	24 928 113	3 054 559	27 982 672
Profit for the year	-	-	2 563 375	2 563 375	622 778	3 186 153
Share based payment reserve	-	149 800	-	149 800	-	149 800
Dividends declared by subsidiary	-	-	-	-	(3 700 000)	(3 700 000)
Total contributions by and distributions to owners of company recognised directly in equity	-	149 800	-	149 800	(3 700 000)	(3 550 200)
Balance at 1 July 2017	4 041 075	185 597	23 414 616	27 641 288	(22 663)	27 618 625
Profit for the year	-	-	14 709 254	14 709 254	1 268 351	15 977 605
Total comprehensive income for the year	-	-	14 709 254	14 709 254	1 268 351	15 977 605
Share based payment reserve	-	(37 140)	-	(37 140)	-	(37 140)
Dividends declared by subsidiary	-	-	-	-	-	-
Total contributions by and distributions to owners of company recognised directly in equity	-	(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

CONDENSED UNAUDITED GROUP STATEMENT OF CASHFLOWS
 FOR THE PERIOD ENDED 31 DECEMBER 2017

	Unaudited 31-Dec-17 BWP	Unaudited 31-Dec-16 BWP	Audited 30-Jun-17 BWP
Cash flows from operating activities			
Cash (used) or generated in operations	10 248 410	17 702 653	31 016 527
Interest received	7 260 087	401 877	3 015
Interest paid	(9 891 850)	(4 863 151)	(11 626 600)
Tax paid	(348 354)	(1 622 650)	(6 913 567)
Net cash flows from operating activities	7 268 293	11 618 729	12 479 375
Cash flows from investing activities			
Purchase of property, plant and equipment	-	(134 216)	(207 038)
Proceeds on sale of property, plant and equipment	-	-	29 517
Payments received from loans to related parties	108 000	-	500 000
Acquisition of subsidiary net of cash acquired	-	-	48 801
Net cash flows from investing activities	108 000	(134 216)	371 280
Cash flows from financing activities			
Repayment of other financial borrowings	-	(1 667 835)	(3 029 092)
Proceeds from other financial borrowings	24 981 603	-	46 800 000
Advances to related parties	(34 112 038)	-	-
Advances from shareholders	-	-	10 957 547
Repayments to shareholders	(5 147 011)	(8 144 215)	(61 837 976)
Finance lease payments	(68 004)	(60 766)	(125 289)
Net cash flows from financing activities	(14 345 450)	(9 872 816)	(7 234 810)
Total cash movement for the year	(6 969 157)	1 611 697	5 615 845
Cash and cash equivalents at the beginning of the year	12 310 124	6 743 081	6 694 279
Total cash and cash equivalents at the end of the year	5 340 967	8 354 778	12 310 124

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 condensed consolidated interim financial statements of the Group ("**condensed interim financial statements**") for the six months ended 31 December 2017 have been prepared in accordance with the recognition and measurement principles of the Companies Act and International Financial Reporting Standards ("**IFRS**"). The condensed interim financial statements were presented in accordance with the Listings Requirements of the Botswana Stock Exchange and IAS 34 "Interim Financial Reporting".

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

These condensed interim financial statements were approved for publication by the Board of Directors on 02 March 2017.

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 for all the prior periods presented. 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.

There are no new IFRS or International Financial Reporting Interpretations ("**IFRIC**") that are effective for the first time in this interim period that would be expected to have a material effect on the Group's financial statements.

4 ESTIMATES

In preparing these condensed interim 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 Interim Financial Statements for the period ended 31 December 2016 and the Group Financial Statements for the year ended 30 June 2017.

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

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

NOTES TO THE CONDENSED UNAUDITED FINANCIAL STATEMENTS
FOR THE SIX MONTHS ENDED 31 DECEMBER 2017 (CONTINUED)**5 CONTINGENCIES 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 2017 is BWP7,367,738. 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 TU Employee Benefits (Proprietary) Limited; cession of rentals over lot 54451, Fairground, Gaborone; and unlimited security by GetBucks Limited (Mauritius).

Capital Bank Limited

GetBucks Limited has a loan with Capital bank which is secured as follows: corporate guarantee in the amount of BWP25,000,000 by GetBucks Limited (Mauritius); and a corporate guarantee by TU Employee Benefits (Proprietary) Limited in the amount of BWP25,000,000. A cash-backed guarantee in the amount of BWP6,250,000 was issued by Ecobank (Zimbabwe). The cession in respect of the loan book, amounting to BWP43,750,000, should not be less than 175% of the TU Employee Benefits (Proprietary) Limited loans at any point in time, i.e. the current portion of the loan book provided to members of the Teachers Union. This cession ranks first in respect of other lenders, including shareholders loans.

The Directors are not aware of any other contingences as at 31 December 2017.

6 DIVIDEND

No dividend was declared in respect of the six months ended 31 December 2017.

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 2017.

8 GOING CONCERN

The Directors believe that the Group has adequate financial resources to continue in operation for the foreseeable future and, accordingly, these condensed interim financial statements have been prepared on a "going concern" basis.

The Directors have satisfied themselves that the Group is in a sound financial position and that it has access to sufficient 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 EVENTS**9.1 Botswana Stock Exchange (BSE)**

Subsequent to the reporting date, the BSE issued a cautionary statement to the market regarding the Group's failure to publish its audited financial results within six months from the end of the previous financial year, and directed GetBucks to submit same.

The Group submitted and published its Audited Financial Statements on 23 February 2018, as per the directive from the BSE. A penalty of BWP 5 000 was levied by the BSE and paid by GetBucks Limited.

9.2 Non-Bank Financial Institutions Regulatory Authority (NBFIRA)

Subsequent to the reporting date, NBFIRA issued a letter cautioning GetBucks regarding the Group's failure to submit its audited financial results within 90 days from the end of the previous financial year.

The Group submitted its Audited Financial Statements on 23 February 2018, per the directive from NBFIRA. A penalty of BWP 100 000 was levied by NBFIRA and settled by GetBucks.

10 LOAN BOOK

	Unaudited 31-Dec-17 BWP	Unaudited 31-Dec-16 BWP	Audited 30-Jun-17 BWP
Loan advances	95 026 258	72 777 824	82 402 103
Impairment on loan book	(8 695 902)	(10 740 726)	(9 062 052)
	86 330 356	62 037 098	73 340 051
Current and non-current portion of loan book			
Current	61 697 762	24 492 911	20 926 077
Non-current	24 632 594	37 544 187	52 413 973
	86 330 356	62 037 098	73 340 050
Reconciliation of provision for impairment of loan book			
Opening balance	9 062 052	11 704 555	7 472 973
Amounts written off as uncollectable	(1 951 322)	(4 893 983)	(6 388 356)
Additional impairment raised	1 585 172	3 930 154	7 977 435
Closing balance	8 695 902	10 740 726	9 062 052

Refer to note 5 on the cession of the loan book.

NOTES TO THE CONDENSED UNAUDITED FINANCIAL STATEMENTS
 FOR THE SIX MONTHS ENDED 31 DECEMBER 2017 (CONTINUED)

11 PRIOR PERIOD ERRORS

Historically a portion of interest was being recognised upfront and was not recognised using the effective interest method according to IAS39. This resulted in the overstatement of interest income as well as the loan book balance. To rectify the error the interest income realised in the past was reversed and deferred over the tenure of the loans.

The effect of the error identified on prior periods has been quantified as follows:

	Original balance	Error	Restated balance
	BWP	BWP	BWP
30-Jun-16			
Statement of financial position			
Retained earnings	16 420 480	(1 721 546)	14 698 934
Non-controlling interest	2 657 408	(139 575)	2 517 833
Loan book	70 941 014	(1 861 121)	69 079 893
Statement of profit and loss			
Revenue	82 358 359	(1 861 121)	80 497 238
Statement of cash flow			
Profit before tax	2 238 154	(1 861 121)	377 033
Changes in working capital - loan book	(20 466 066)	1 861 121	(18 604 945)
30-Jun-15			
Statement of financial position			
Retained earnings	18 310 853	(1 213 266)	17 097 587
Non-controlling interest	3 087 280	(76 661)	3 010 619
Loan book	61 426 565	(1 289 927)	60 136 638
Statement of profit and loss			
Revenue	61 223 715	(1 289 927)	59 933 788
Statement of cash flow			
Profit before tax	13 381 237	(1 289 927)	12 091 310
Changes in working capital - loan book	(25 938 169)	1 289 927	(24 648 242)
30-Jun-14			
Statement of financial position			
Retained earnings	9 379 565	(2 778 202)	6 601 363
Non-controlling interest	1 274 533	(490 270)	784 263
Loan book	35 488 396	(3 268 472)	32 219 924
Statement of profit and loss			
Revenue	35 864 074	(3 268 472)	32 595 602



12 BORROWINGS

Held at amortised cost	Unaudited 31-Dec-17 BWP	Unaudited 31-Dec-16 BWP	Audited 30-Jun-17 BWP
Bank Gaborone Limited	4 925 035	5 317 306	5 233 303
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 note 5 for the details of the guarantees provided on this loan.			
Bank Gaborone Limited	-	975 704	-
A commercial loan with Bank Gaborone for 36 months, ending 10 April 2017. The loan bears an interest of prime rate in Botswana plus 3.5%. GetBucks Limited (Mauritius) has provided security in the form of a cash deposit via EcoBank Zimbabwe in the amount of USD 450 000.			
Capital Bank Botswana Limited	22 263 066	-	25 084 986
The loan bears interest at 18% per annum, payable in equal instalment for 36 months. There is a 6-month capital holiday. Refer to note 5 for the details of the guarantees provided on this loan.			
Botswana Bond Program	74 671 773	-	72 468 574
The notes issued under the Note Programme are guaranteed by MyBucks S.A. up to the value of BWP 200 000 000.			
Note 1 in the amount of BWP50,000,000 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.			
Note 2 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.			
Cost Lean Investment (Proprietary) Limited	3 153 795	2 691 737	3 031 333
The loan is unsecured and bears interest at 24% per annum. Interest is paid monthly, and the loan matured on 01 March 2018.			
IPRO			
The loan is secured by a MyBucks "S.A" guarantee and bears interest at 9% per annum. Interest is paid bi-annually. The loan matured on 09 February 2018 and was repaid on the same day.	5 177 524		
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 01 November 2018.	3 053 579		
DTM Capital	15 555 026	-	25 084 986
The loan bears interest at 15% per annum. The capital is repayable on maturity date in December 2020, while the interest is payable semi-annually, commencing 31 December 2017.			
Mopati Dawn Mpedi	2 000 000	-	25 084 986
The loan bears interest at 15% per annum. The capital is repayable on maturity date on 30 April 2018, while the interest is payable semi-annually, commencing 31 December 2017.			
Total borrowings	130 799 798	8 009 044	105 818 196
Non-current portion	22 886 943	1 635 704	97 657 688
Current portion	107 912 855	7 349 043	8 160 508
Total borrowings	130 799 798	8 984 747	105 818 196