



AFRICA CLEAN ENERGY SOLUTIONS LIMITED

Incorporated in the Republic of Mauritius
Registration number: 152282 C1/GBL
Having its registered office address at
c/o Intercontinental Trust Ltd, Level 3, Alexander House
35 Cybercity, Ebene 72201, Mauritius
SEM share code: ACES.N0000
ISIN: MU0620N00008
("ACES" or the "company" or the "Group")



ABRIDGED UNAUDITED CONSOLIDATED FINANCIAL STATEMENTS FOR THE THREE MONTHS ENDED 30 SEPTEMBER 2020

DIRECTORS' COMMENTARY

It is with great pleasure that we present the unaudited consolidated financial statements for the three months ended 30 September 2020.

Outlook

Our business activities have been affected since March 2020 by the impact of Covid-19, particularly our projects in Kenya and Uganda. Despite the challenges, the Group continues to implement its strategy to develop, construct and own renewable projects of between 5 MW to 50 MW throughout Africa.

It is expected that financial close for two of the projects will be reached prior to the 2021 year end, which will result in the Company earning its development and management fees.

Our two plants in Namibia continue to supply energy to Nampower and provide an Internal Rate of Return of 24.3%.

Over the short-term, to enhance the cashflow position and expand into additional technology offering, ACES has commenced with commercial rooftop and solar solutions to farmers as well offering storage super capacitor solutions technology to telecom's companies. ACES is in the process of investigating acquisition of existing renewable plants.

Results

As announced previously, ACES intends to raise approximately US\$6.3 million through the issue of new shares by way of placing by December 2020. Details of the capital raise will be announced by the company in due course.

These funds are required to meet the working capital needs and development capital of the Group for the forthcoming financial year.

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	Unaudited as at 30 September 2020	Audited as at 30 June 2020
	US\$	US\$
ASSETS		
Non Current Assets		
Investments in projects	1,113,109	1,071,580
Goodwill	11,283	11,283
Property, plant and equipment	1,500	870
Other receivables	1,879,953	1,779,596
Total non current assets	3,005,845	2,863,329
Current Assets		
Other receivables	239,687	44,235
Cash and cash equivalents	26,622	26,844
Total current assets	266,309	71,079
Total assets	3,272,154	2,934,408
EQUITY AND LIABILITIES		
Equity		
Stated capital	3,407,721	3,247,721
Equity component of convertible loan	32,995	32,995
Subscription monies received in advance	-	140,000
Foreign Currency translation reserve	19,238	5,479
Accumulated loss	(1,584,915)	(1,745,607)
Equity attributable to owners of the parent	1,875,039	1,680,588
Non-controlling interest	(69,155)	(67,824)
Total equity	1,805,884	1,612,764
Liabilities		
Borrowings	14,154	13,621
Accruals and payables	1,255,384	1,128,841
Amounts payable to related parties	196,732	179,182
Total liabilities	1,466,270	1,321,644
Total equity and liabilities	3,272,154	2,934,408
Number of shares in issue	29,275,770	29,115,770
Net asset value per share	0.0640	0.0577

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	Unaudited for the three months to 30 September 2020	Unaudited for the three months to 30 September 2019
	US\$	US\$
INCOME		
Interest on loan	38,542	5,885
Management fees	25,761	-
Exchange gains	72,102	-
Gain on partial disposal of associated company	182,587	-
	318,992	5,885
EXPENSES		
Professional fees	(15,466)	(25,279)
Audit fees	(14,608)	(8,199)
Directors' fees	(80,500)	(3,666)
Licence fees	(113)	(650)
Accounting fees	(18,055)	(4,212)
Legal fees	(3,914)	-
Interest expenses	(2,880)	(5,837)
Bank charges	(170)	(1,735)
Consulting fees	(20,822)	(8,700)
Exchange losses	-	(136)
Other operating expenses	(7,003)	(21,646)
	(163,531)	(80,060)
Profit (loss) before taxation	155,461	(74,175)
Taxation	-	-
Profit (loss) for the period	155,461	(74,175)
Other comprehensive gain for the period	17,659	2,659
Total comprehensive gain (loss) for the period	173,120	(71,516)
Profit (loss) attributable to:		
Non-controlling interests	(5,231)	(8,986)
Owners of the company	160,692	(65,189)
	155,461	(74,175)
Total comprehensive gain (loss) attributable to:		
Non-controlling interests	(1,331)	(8,986)
Owners of the company	174,451	(62,530)
	173,120	(71,516)
Weighted average number of shares	29,221,857	24,947,759
Basic gain (loss) per share	0.0055	(0.0026)

CONSOLIDATED STATEMENT OF CASH FLOWS

	Unaudited for the three months to 30 September 2020	Unaudited for the three months to 30 September 2019
	US\$	US\$
Net cash used in operating activities	542	(98,604)
Net cash flows used in investing activities	(764)	(43,417)
Net cash flows generated from financing activities	-	171,630
Net increase/ (decrease) in cash and cash equivalents	(222)	29,609
Cash and cash equivalents at beginning of period	26,844	4,549
Cash and cash equivalents at end of period	26,622	34,158

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

2019	Stated capital	Equity component of convertible loan	Foreign currency translation reserves	Retained earnings	Equity attributable to owners of the company	Non-controlling interest	Total equity
	US\$	US\$	US\$	US\$	US\$	US\$	US\$
Balance at 01 July 2019	938,635	32,083	1,288	(871,198)	100,808	(168,384)	(67,576)
Loss for the period	-	-	-	(65,189)	(65,189)	(8,986)	(74,175)
Foreign currency translation reserves	-	-	2,659	-	2,659	-	2,659
Total comprehensive loss for the period	-	-	2,659	(65,189)	(62,530)	(8,986)	(71,516)
Non controlling interest on sale of investment	-	-	-	-	-	3,860	3,860
Equity component of convertible loan	-	481	-	-	481	-	481
Balance at 30 September 2019	938,635	32,564	3,947	(936,387)	38,759	(173,510)	(134,751)

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

2020	Stated capital	Equity component of convertible loan	Subscription monies received in advance	Foreign currency translation reserves	Retained earnings	Equity attributable to owners of the company	Non-controlling interest	Total equity
	US\$	US\$	US\$	US\$	US\$	US\$	US\$	US\$
Balance at 01 July 2020	3,247,721	32,995	140,000	5,479	(1,745,607)	1,680,588	(67,824)	1,612,764
Loss for the period	-	-	-	-	160,692	160,692	(5,231)	155,461
Foreign currency translation reserves	-	-	-	13,759	-	13,759	3,900	17,659
Total comprehensive loss for the period	-	-	-	13,759	160,692	174,451	(1,331)	173,120
Issue of shares	160,000	-	(140,000)	-	-	20,000	-	20,000
Balance at 30 September 2020	3,407,721	32,995	-	19,238	(1,584,915)	1,875,039	(69,155)	1,805,884

NOTES:

- The company is required to publish interim quarterly consolidated unaudited financial results in terms of the SEM Listing Rule 12.19.
- The abridged unaudited consolidated financial statements for the three months ended 30 September 2020 (“**abridged unaudited consolidated financial statements**”) have been prepared in accordance with the measurement and recognition requirements of IFRS, the information contained in IAS 34: Interim Financial Reporting, the SEM Listing Rules and the Securities Act 2005, using the same accounting policies as those of the audited consolidated financial statements for the year ended 30 June 2020.
- The abridged unaudited consolidated financial statements have not been reviewed or reported on by the company’s external auditors. These abridged unaudited consolidated financial statements were approved by the Board of Directors on 12 November 2020.
- Copies of the abridged unaudited consolidated financial statements and the Statement of direct and indirect interests of each officer of the company, pursuant to rule 8(2) (m) of the Securities (Disclosure Obligations of Reporting Issuers) Rules 2007, are available free of charge, upon request at the Registered Office of the company at c/o Intercontinental Trust Limited, Level 3, Alexander House, 35 Cybercity, Ebene 72201, Mauritius.
- This communiqué is issued pursuant to SEM Listing Rules 11.3 and 12.20. The Board accepts full responsibility for the accuracy of the information contained in this communiqué. Contact person: Mrs. Smitha Algoo- Bissonauth.

By order of the Board

Intercontinental Trust Limited
Company Secretary

12 November 2020

For further information, please contact:

**SEM Authorised Representative &
Sponsor**



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Company Secretary



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