

Dear Shareholder,

**Overview**  
I am pleased to present Unifreight Africa's results for the first half of 2024. The period under review has been marked by a blend of progress and challenges, underpinned by our strategic initiatives to expand capacity, enhance operational efficiencies, and navigate a volatile economic landscape. The resilience of our business model and the commitment of our team have enabled us to make significant strides towards achieving our long-term objectives.

**Operational Performance**  
During the first half of 2024, Unifreight continued to prioritize fleet expansion into cross border as part of our strategic goal to have 100 assets operating across borders by the end of the year. We are on track to achieve this target, which will not only boost our capacity but also strengthen our market position in the region. Our operational focus has been on driving efficiencies and expanding our footprint in key sectors. We have seen robust growth in the volumes of key commodities transported, particularly in the tobacco sector, which recorded a significant increase compared to the same period last year. Additionally, our partnerships with blue-chip clients, including Delta, Triangle, Unilever, and Nestlé, have been instrumental in maintaining our high service standards and expanding our distribution network.

However, the operating environment has not been without its challenges.

The ongoing volatility of the Zimbabwe Gold (ZWG), coupled with high inflation rates and restrictive monetary policies, has impacted liquidity and cost structures across the industry. Despite these headwinds, Unifreight has managed to sustain its operational momentum through prudent financial management and strategic cost control measures.

**Financial Performance**  
The financial results are denominated in Zimbabwe Gold (ZWG) following the change in functional and reporting currency on 5 April 2024 because of Statutory Instrument (SI) 60 of 2024 which changed the local currency from Zimbabwe Dollar (ZWL) to Zimbabwe Gold (ZWG). Comparative numbers and 2024 numbers which were previously denominated in ZWL have been converted to ZWG using the exchange rates determined by RBZ and guidance issued by ICAZ. The financial performance and commentary have been therefore prepared on a historical cost convention basis.

Our financial performance for the half-year reflects both the progress we have made and the challenges we continue to face. Unifreight recorded Group revenues of ZWG 164M, which is flat year on year, driven by subdued market demand on the back of the introduction of the ZWG. Operating costs increased by an overall 12% during the period mainly driven by an increase in vehicle operating costs and premises & depot related costs.

Our profit before tax stands at ZWG 20M, which is 11% above prior year period driven by business from tobacco which increased by 43 % as compared to prior year. Other operating income was 87% below prior year,

as there was no revaluation of investment properties performed at the end of the half year period.

Our total comprehensive income for the period was ZWG 81.6M, which is 60% below prior year. There were no asset revaluations performed at the end of the period, which resulted in negative movement on other comprehensive income of ZWG 8M.

Our net asset value at the end of the period was ZWG 357M, 19% increase from prior year driven by a relatively positive performance over the 6-month period.

**Dividend**  
No dividend was declared for the period under review

**Outlook**  
Looking ahead, we remain cautiously optimistic about the second half of the year. Our focus will continue to be on expanding our cross-border operations and driving revenue growth through increased capacity and enhanced service offerings. We are also exploring new revenue streams and opportunities to diversify our customer base further. This includes a new 4PL SBU which will sub-contract excess volume to 3rd party transporters in the region. While the macroeconomic environment remains uncertain, we are confident that our strategic initiatives, combined with the dedication of our team, will enable us to navigate these challenges effectively. We are committed to delivering value to our shareholders and stakeholders, and

we believe that the steps we are taking now will position Unifreight for sustainable growth in the years ahead.

**Appreciation**  
On behalf of the Board, I would like to express our sincere gratitude to our customers, partners, and shareholders for their continued support and trust in Unifreight Africa. I also wish to thank our employees, management, and executive team for their unwavering commitment and hard work during this period.

**Conclusion**  
As we move forward, we remain focused on executing our strategy and achieving our goals for 2024 and beyond. We are excited about the opportunities that lie ahead and are committed to driving Unifreight to new heights.

Yours sincerely,



Peter Annesley  
Chairman  
Unifreight Africa Limited

UNIFREIGHT AFRICA LIMITED REVIEWED ABRIDGED CONSOLIDATED STATEMENT OF FINANCIAL POSITION	Reviewed June 2024 ZWG 000	Audited December 2023 ZWG 000
<b>ASSETS</b>		
<b>Non current assets</b>	<b>470,493</b>	<b>505,345</b>
Vehicles and equipment	371,705	390,094
Investment properties	59,175	59,175
Investment in equity instruments	9,207	18,397
Right of use of asset	26,932	34,205
Intangible assets	3,474	3,474
<b>Current assets</b>	<b>76,617</b>	<b>54,940</b>
Inventories	22,408	11,825
Trade and other receivables	41,580	39,465
Cash and cash equivalents	12,629	3,650
<b>TOTAL ASSETS</b>	<b>547,110</b>	<b>560,285</b>

<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>	<b>357,925</b>	<b>300,797</b>
Share capital	2,467	2,467
Share premium	4,772	4,772
Non distributable reserve	(384,727)	(360,635)
Revaluation reserve	125,767	125,767
Fair value reserve for financial assets at FVOCI	13,218	22,407
Equity component of shareholders loans	-	-
Retained earnings	596,428	506 019
<b>Non current liabilities</b>	<b>124,023</b>	<b>208,178</b>
Loans and borrowings	8,825	30,672
Lease liability	22,280	14,497
Deferred tax liabilities	92,918	163,009
<b>Current liabilities</b>	<b>65,162</b>	<b>51,311</b>
Trade and other payables	35,834	18,167
Income tax payable	-	3,771
Lease liability	6,853	8,374
Loans and borrowings	22,475	20,999
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>547,110</b>	<b>560,285</b>

REVIEWED ABRIDGED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE PERIOD ENDED 30 JUNE 2024	Reviewed June 2024 ZWG 000	Reviewed June 2023 ZWG 000
<b>Revenue</b>	<b>164,548</b>	<b>169,813</b>
Operating costs	(135,603)	(121,502)
Other operating income	13,118	102,433
<b>Earnings before interest, tax, depreciation and amortisation (EBITDA)</b>	<b>42,063</b>	<b>150,744</b>
<b>Finance costs</b>	<b>(2,321)</b>	<b>(140,547)</b>
Depreciation	(19,421)	(7,377)
Monetary gain	-	15,504
<b>Profit before taxation</b>	<b>20,321</b>	<b>18,324</b>
Income tax credit	70,088	(46,696)
<b>Net profit/(loss)</b>	<b>90,409</b>	<b>(28,372)</b>

<b>Other comprehensive income</b>		
Other comprehensive income to be reclassified to profit or loss in subsequent periods:		
Net (loss)/gain on equity instruments designated at fair value through other comprehensive income	(9,189)	14,793
Revaluation gain	-	289,200
Deferred tax through other comprehensive income	-	(71,490)
		-
<b>Other comprehensive (loss)/income for the year, net of tax</b>	<b>(9,189)</b>	<b>232,503</b>
<b>Total comprehensive income for the year, net of tax</b>	<b>81,680</b>	<b>204,131</b>
<b>Earnings per share</b>		
- Basic (loss)/earnings for the year attributable to ordinary equity holders of the parent (cents)	<b>76.71</b>	<b>191.72</b>
- Diluted (loss)/earnings for the year attributable to ordinary equity holders of the parent (cents)	<b>76.71</b>	<b>191.72</b>
- Headline earnings for the year attributable to ordinary equity holders of the parent (cents)	<b>76.52</b>	<b>112.23</b>

**Auditor's Statement**  
These Interim Abridged Consolidated Financial Information for the six months ended 30 June 2024 have been reviewed by Messrs Grant Thornton Chartered Accounts (Zimbabwe) and a qualified review conclusion was issued thereon. This review conclusion is modified with respect to noncompliance with International Accounting Standard (IAS)21 - "The Effect of Changes in Foreign Exchange Rates".

The review conclusion has been made available to management and those charged with governance. The Independent Review Report on the Interim Abridged Consolidated Financial Information is available for inspection at the Company's registered office. The engagement partner on the review engagement resulting in this independent review conclusion is Farai Chibisa (PAAB Number 0547).

Attributable to equity shareholders of the parent								
REVIEWED ABRIDGED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY AS AT 30 JUNE 2024	Share capital	Share premium	Non-distributable reserves	Revaluation reserve	Fair value reserve of financial assets at FVOCI	Equity portion of Shareholders loans	Retained earnings	Total Equity
	ZWG 000	ZWG 000	ZWG 000	ZWG 000	ZWG 000	ZWG 000	ZWG 000	ZWG 000
<b>Balance as at 1 January 2023</b>	<b>2,467</b>	<b>4,772</b>	<b>83,912</b>	<b>-</b>	<b>(13,676)</b>	<b>20,687</b>	<b>64,144</b>	<b>162,306</b>
Profit for the year	-	-	-	-	-	-	441,875	441,875
Net gain on equity instruments designated at fair value through other comprehensive income	-	-	-	-	36,083	-	-	36,083
Effects of change in functional currency	-	-	(444,547)	-	-	-	-	(444,547)
Revaluation gains	-	-	-	125,767	-	-	-	125,767
Reclassification of shareholders loan	-	-	-	-	-	(20,687)	-	(20,687)
<b>Balance as at 31 December 2023</b>	<b>2,467</b>	<b>4,772</b>	<b>(360,635)</b>	<b>125,767</b>	<b>22,407</b>	<b>-</b>	<b>506,019</b>	<b>300,797</b>
<b>Balance as at 1 January 2024</b>	<b>2,467</b>	<b>4,772</b>	<b>(360 635)</b>	<b>125,767</b>	<b>22 407</b>	<b>-</b>	<b>506,019</b>	<b>300 797</b>
Profit for the period	-	-	-	-	-	-	90,409	90,409
Net gain on equity instruments designated at fair value through other comprehensive income	-	-	-	-	(9,189)	-	-	(9 189)
<b>Effects of changes in functional currency</b>	<b>-</b>	<b>-</b>	<b>(24,092)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(24,092)</b>
<b>Balance as at 30 June 2024</b>	<b>2,467</b>	<b>4,772</b>	<b>(384 727)</b>	<b>125,767</b>	<b>13,218</b>	<b>-</b>	<b>596,428</b>	<b>357,925</b>

REVIEWED ABRIDGED CONSOLIDATED STATEMENT OF CASHFLOWS FOR THE HALF YEAR ENDED 30 JUNE 2024.	Reviewed June 2024 ZWG 000	Audited December 2023 ZWG 000
<b>Net cash generated from operating activities</b>	<b>57,509</b>	<b>39,917</b>
Cash generated from operations	61,280	40,524
Interest paid	-	(607)
Taxation paid	(3,771)	-
<b>Net cash utilised in investing activities</b>	<b>(669)</b>	<b>(36,980)</b>
Purchase of vehicles and equipment to increase operations	(669)	(39,107)
Proceeds from sale of property, vehicles and equipment	-	2,127
<b>Net cash (utilised)/generated from financing activities</b>	<b>(23,770)</b>	<b>(2,756)</b>
Proceeds from borrowings	-	4,401
Principal payment of lease liabilities	(3,399)	(901)
Repayments of borrowings	(20,371)	(6,256)
<b>Increase in cash and cash equivalents</b>	<b>33,070</b>	<b>181</b>
Cash and cash equivalents at beginning of year	3,650	396
Net foreign exchange differences	-	(321)
Effects of changes in functional currency	(24,092)	-
Effects of inflation	-	3,394
<b>Cash and cash equivalents at end of period/year</b>	<b>12,629</b>	<b>3,650</b>

#### General Information

Unifreight Africa Limited (formerly Pioneer Corporation Africa Limited) was incorporated in Zimbabwe in 1970. It is the holding company of a Group of companies primarily involved in the road transport industry whose main activities include inter-city freight consolidations, the distribution of general goods, and a courier service. The Company is incorporated in Zimbabwe. Other entities in the Group are incorporated in Botswana. The company is listed on the Zimbabwe Stock Exchange. These Group consolidated abridged financial results are presented in Zimbabwe Gold and were authorised for issue by the Board of Directors on 25 September 2024.

#### Basis of preparation

The consolidated financial statements of the Group have been prepared in accordance with International Financial Reporting Standards (IAS 34) as issued by the international Accounting Standards Board (IASB). The consolidated financial statements are presented in Zimbabwean Gold (ZWG) and all values are rounded to the nearest 1 000 except where otherwise stated.

#### Reporting currency

Following the Monetary Policy Statement of 5 April 2024, the Government of Zimbabwe issued a Statutory Instrument (SI) 60 of 2024 which formalised the Reserve Bank of Zimbabwe (RBZ) (Central Bank's) introduction of a structured currency called the Zimbabwe Gold (ZWG). With effect from 5 April 2024, Banks were required to convert the previously existing Zimbabwe Dollar (ZWL) balances into ZWG. The new currency is co-circulating with other foreign currencies in the economy. The swap rate on 5 April 2024 was ZWG 1: ZWL 2,498.7242 as guided by the closing interbank exchange rate and the price of gold as at that date. This swap rate was used to make legitimate conversions of all ZWL balances into ZWG. In addition to the developments mentioned above, management used judgement to determine the currency that would faithfully represent and reflect the economic effects of the underlying transactions that are relevant to the Group and its operations as required by IAS 21- The Effects of Changes in Foreign Exchange Rates given the exposure to multiple currencies circulating in the economy and they concluded that the Group's functional currency changed from the ZWL to ZWG. The Condensed interim financial results of the Group are therefore presented in Zimbabwe Gold (ZWG) and all information presented has been rounded off to the nearest 1,000 ZWG unless otherwise stated.

#### Conversion from Zimbabwe Dollar to Zimbabwe Gold

Following the Introduction of the Zimbabwe Gold Currency by the Reserve Bank of Zimbabwe (RBZ) on 5 April 2024 and the Statutory Instrument (SI) 60 of 2024, all the previously existing Zimbabwe Dollar (ZWL) balances were converted into ZWG as at that date. The swap rate of ZWG 1: ZWL 2,498.7242 was used as guided by the closing interbank exchange rate and the price of gold as at that date. The previously reported balances for June (income statement) and transactions between 1 January 2024 and 31 March 2024 were Inflated to the 31st of March 2024. These amounts were converted using the same rate for adoption as the comparative balances and current results in the Condensed financial results for the period ended 30 June 2024. The transactions that occurred between 1 April 2024 and 30 June 2024 have not been restated using the Consumer Price Index (CPI) given that the ZWG has not as yet exhibited all the characteristics that would indicate that it is a currency of a hyperinflationary economy. Opening balances on the balance sheet were hyperinflated to the 31st of March 2024, while certain balances which management could determine USD amounts as at the 31st of December 2023 were converted using the initial official rate by the RBZ of 1USD: 13.5 ZWG.

#### Inflation adjustment

IAS 29 requires that the financial statements prepared in the currency of a hyperinflationary economy be stated in terms of the measuring unit current at the balance sheet date and the corresponding figures for the previous period be stated in the same terms. The restatement has been calculated by means of conversion factors derived from the consumer price index. The Group used the inflation adjustment factors derived from the monthly Consumer Price Indices as published by the Zimbabwe National Statistics Office (ZimStats). The following factors were applied:

The conversion factors to restate the comparative and transactions that happened between 1 January 2024 and 31 March 2024 are as follows:

Period / Month	Factor
June 2023	7.62
December 2023	7.82
March 2024	1.00

The Total Consumption Poverty Line (TCPL) released by Zimbabwe Central Statistical Office (ZIMSTAT), was used to estimate and apply inflation rates for the period ended 31 March 2024 in accordance with International Accounting Standard (IAS) 29 - "Financial Reporting in Hyperinflationary Economies" in the preparation of its condensed consolidated financial statements.

#### Accounting policies

The consolidated financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS) as issued by the International Accounting Standards Board. The policies applied are consistent with those applied in previous years.

Trade and other receivables	June 2024 ZWG 000	Dec 2023 ZWG 000
<b>Current</b>		
Trade receivables	33 679	38 248
Receivables due from related parties (note 28)	1 011	225
<b>Less: provision for impairment</b>	<b>-</b>	<b>(1 316)</b>
Trade receivables - net	<b>34 690</b>	<b>37 157</b>
<b>Prepayments</b>	<b>3 366</b>	<b>7</b>
Staff debtors	158	-
Other debtors	3 366	2 301
<b>Total trade and other receivables</b>	<b>41 580</b>	<b>39 465</b>

Trade and other payables	June 2024 ZWG 000	Dec 2023 ZWG 000
<b>Current</b>		
Trade payables	27 495	14 627
Trade payables due to related parties	-	173
<b>Accrued expenses</b>	<b>3 827</b>	<b>3 199</b>
Social security and other statutory liabilities	4 512	168
	<b>35 834</b>	<b>18 167</b>

**Borrowings**  
Borrowings represent facilities for capital expenditure and working capital. The interest rates for USD accounts attract an interest is between 12.15% to 13% and for ZWL Loans the interest rates are from 89%. The loans and borrowings relate to finance lease arrangements entered in to to procure revenue generating vehicles

	June 2024 ZWG 000	Dec 2023 ZWG 000
	31,300	51,671
<b>Loans and Borrowings</b>	<b>31,300</b>	<b>51,671</b>

#### Finance cost

Finance cost comprises the following:

	June 2024 ZWG 000	Dec 2023 ZWG 000
Bank borrowings	1,500	5,008
Foreign exchange losses from revaluation of foreign denominated loans	-	134,742
Leases liabilities	821	797
	<b>2 321</b>	<b>140,547</b>

#### Capital expenditure

	June 2024 ZWG 000	Dec 2023 ZWG 000
Acquisition of vehicles and equipment	669	39,107

#### Contingent liabilities

The group is a defendant in various labour disputes with former employees. The cases are at various stages. The total being claimed in all these cases is ZWG13 703 100.

#### Subsequent events

There are no adjusting or non-adjusting events after the reporting date which have an effect on the financial position of the group as at the reporting date nor require disclosure in the financial statements.