



GONDWANA HOLDINGS LIMITED
COMPANY REGISTRATION NUMBER: 2017/1055
ANNUAL FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 OCTOBER 2018
(FIRST SINCE INCORPORATION)

GONDWANA HOLDINGS LIMITED AND ITS SUBSIDIARIES
GROUP AND COMPANY ANNUAL FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 OCTOBER 2018
(FIRST SINCE INCORPORATION)

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GONDWANA HOLDINGS LIMITED AND ITS SUBSIDIARIES
GROUP AND COMPANY ANNUAL FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 31 OCTOBER 2018
(FIRST SINCE INCORPORATION)

ADMINISTRATION

<i>Directors:</i>	<i>F Amuenje</i>	<i>(Appointed: 17/10/2017)</i>
	<i>C J Brown</i>	<i>(Appointed: 17/10/2017)</i>
		<i>(Resigned: 06/02/2018)</i>
	<i>SS Galloway</i>	<i>(Appointed: 17/10/2017)</i>
	<i>M Goldbeck</i>	<i>(Appointed: 17/10/2017)</i>
	<i>C J Gouws</i>	<i>(Appointed: 17/10/2017)</i>
	<i>L J Gouws</i>	<i>(Appointed: 17/10/2017)</i>
	<i>T Hiwilepo</i>	<i>(Appointed: 17/10/2017)</i>
	<i>A G I Noirfalise</i>	<i>(Appointed: 17/10/2017)</i>
	<i>J Visser</i>	<i>(Appointed: 17/10/2017)</i>
	<i>S H Steyn</i>	<i>(Appointed: 17/10/2017)</i>
	<i>G J Joubert</i>	<i>(Appointed: 17/10/2017)</i>

Company registration: 2017 / 1055

Secretaries: *Jaco Visser*
42 Nelson Mandela Avenue
PO Box 80205
Windhoek

Registered office: *42 Nelson Mandela Avenue*
PO Box 80205
Windhoek

Auditors: *Stier Vente Associates*
PO Box 90001
50 Olof Palme Street
Klein Windhoek



DIRECTORS' RESPONSIBILITY FOR FINANCIAL REPORTING

TO THE SHAREHOLDERS OF GONDWANA HOLDINGS LIMITED AND ITS SUBSIDIARIES

Gondwana Holdings Limited's group and company directors are required by the Companies Act to maintain adequate accounting records and to prepare financial statements for each financial year which fairly present the state of affairs of the group and the company at the end of the financial year and of the financial results and cash flows for the period. In preparing the accompanying financial statements, generally accepted accounting practice have been followed, suitable accounting policies have been used, and reasonable estimates have been made. Any changes to accounting policies are approved by the Board and the effects thereof are fully explained in the annual financial statements. The financial statements incorporate full and responsible disclosure in line with the philosophy on corporate governance.

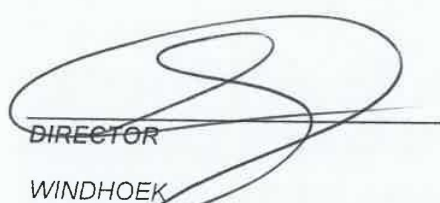
The directors have reviewed the group and company's budget and cash flow forecast for the year to 31 October 2019. On the basis of this review, and in the light of the current financial position and existing borrowing facilities, the directors have no reason to believe that Gondwana Holdings Limited and its subsidiaries will not be a going concern in the period to the next financial statements and have continued to adopt the going concern basis in preparing the financial statements. The Group's external auditors, Stier Vente Associates, have audited the financial statements and their report appears on pages 6 to 8.

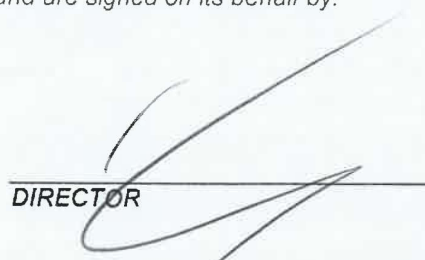
The directors are responsible for the group and the company system of internal control, which includes internal financial controls that are designed to provide reasonable, not absolute, assurance against material misstatement and loss. The company and its subsidiaries maintain internal financial controls to provide assurance regarding:

- the safeguarding of assets against unauthorized use or disposition; and
- the maintenance of proper accounting records and the reliability of financial information used within the business or for publication.

The controls contain self-monitoring mechanisms, and actions are taken to correct deficiencies as they are identified. Even an effective system of internal control, no matter how well designed, has inherent limitations, including the possibility of circumvention or the overriding of controls. An effective system of internal control, therefore, aims to provide reasonable assurance with respect to the reliability for financial information and, in particular, financial statements presentation. Further, because of changes in conditions, the effectiveness of internal financial controls may vary over time.

The group and company financial statements for the year ended 31 October 2018, which appear on pages 9 to 61, have been approved by the Board of Directors and are signed on its behalf by:


 DIRECTOR
 WINDHOEK
 27 March 2019


 DIRECTOR



GONDWANA HOLDINGS LIMITED AND ITS SUBSIDIARIES
CORPORATE GOVERNANCE STATEMENT
FOR THE YEAR ENDED 31 OCTOBER 2018
(FIRST SINCE INCORPORATION)

ETHICAL STANDARDS

Gondwana Holdings Limited and its subsidiaries have adopted a code of ethics policy. This incorporates the group and company's operating, financial and behavioral policies in a set of integrated values, including the ethical standards required of employees of the company in their interaction with one another and with all stakeholders. Detailed policies and procedures are in place for the company and its subsidiaries covering the regulation and reporting of transactions in securities of the company by directors and officers. The directors regularly review this code to ensure it reflects best practice in corporate governance.

STAKEHOLDERS

The group has formalised its stakeholder philosophy and introduced structures of corporate governance to manage the interface with the various stakeholder groups. There are responsive systems of governance and practice which the board and management regard as entirely appropriate in place.

EMPLOYEES

The group applies various participative practices in its relationships with non-management employees, primarily in respect of operating matters and plans. Divisional management are encouraged to enhance the motivation and commitment of all employees by providing opportunities for involvement in business performance improvement, on the basis of mutual information sharing. The group designs employment policies which are appropriate to its business and markets and which attract, retain and motivate the quality of staff necessary to compete. These policies are required to provide equal employment opportunities, without discrimination.

DIRECTORATE

The Board of Directors of Gondwana Holdings Limited and its subsidiaries is constituted with an equitable ratio of executive to non-executive directors and meet at least quarterly. Gondwana Holdings Limited's chairman is elected on an annual basis. As a result of the restructuring of the group, director changes took place before year-end. The board that was relevant at Gondwana Holdings Limited's level before resignations is appointed at the new holding company level with a new non-executive director as chairperson.



GONDWANA HOLDINGS LIMITED AND ITS SUBSIDIARIES
CORPORATE GOVERNANCE STATEMENT (continued)
FOR THE YEAR ENDED 31 OCTOBER 2018
(FIRST SINCE INCORPORATION)

HUMAN RESOURCES COMMITTEE

The board maintains a human resources committee comprising non-executive directors, with the exception of the membership of the managing director. It is responsible for reviewing the compensation arrangements for all personnel. This committee also reviews management incentive schemes, retirement and termination entitlements and fringe benefit policies.





STIER VENTE ASSOCIATES
CHARTERED ACCOUNTANTS
REGISTERED ACCOUNTANTS AND AUDITORS

50 Olof Palme Street
P O Box 90001, Klein Windhoek
Tel: +264 61 26 4440 / 26 4460
Fax: +264 61 26 4490
Practise Number: 9633

REPORT OF THE INDEPENDENT AUDITORS

To the shareholders of

**GONDWANA HOLDINGS LIMITED AND ITS SUBSIDIARIES
(FIRST SINCE INCORPORATION)**

Opinion

We have audited the annual financial statements of Gondwana Holdings Limited and its subsidiaries set out on pages 9 to 61, which comprise the statement of financial position as at 31 October 2018, and the statement of profit or loss and other comprehensive income, the statement of changes in equity and the statement of cash flows for the year then ended, and the notes to the annual financial statements, including a summary of significant accounting policies and the directors' report.

In our opinion, the annual financial statements present fairly, in all material respects, the financial position of the Company as at 31 October 2018, and its financial performance and cash flows for the year then ended in accordance with International Financial Reporting Standards and the requirements of the Companies Act of Namibia.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the independence requirements applicable to performing audits of financial statements in Namibia which is consistent with the International Ethics Standards Board for Accountants Code of Ethics for Professional Accountants (Parts A and B). We have fulfilled our other ethical responsibilities in accordance with the ethical requirements applicable to performing audits in Namibia. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other information

The directors are responsible for the other information. The other information comprises the detailed income statement and tax calculation set out on pages 62 to 63, which we obtained prior to the date of this auditor's report.

Our opinion on the annual financial statements does not cover the other information and we do not express an audit opinion or any form of assurance conclusion thereon.

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Other information (continued)

In connection with our audit of the annual financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

If, based on the work we have performed on the other information that we obtained prior to the date of this auditor's report, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of the directors for the annual financial statements

The directors are responsible for the preparation and fair presentation of the annual financial statements in accordance with International Financial Reporting Standards and the requirements of the Companies Act of Namibia, and for such internal control as the directors determine are necessary to enable the preparation of annual financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the annual financial statements, the directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the annual financial statements

Our objectives are to obtain reasonable assurance about whether the annual financial statements as a whole are free from material misstatement, whether due to fraud or error and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists.

Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs, we exercise professional judgement and maintain professional skepticism throughout the audit. We also:

- ❖ Identify and assess the risks of material misstatement of the annual financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.*
- ❖ Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.*
- ❖ Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.*

Auditor's responsibilities for the audit of the annual financial statements (continued)

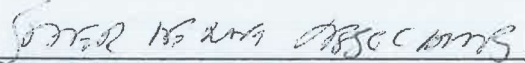
- ❖ Conclude on the appropriateness of the directors' use of the going concern basis of accounting and based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- ❖ Evaluate the overall presentation, structure and content of the annual financial statements, including the disclosures, and whether the annual financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- ❖ Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business responsible for the direction, supervision and performance of the audit. We remain solely responsible for our audit opinion.

We communicate with the director regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide the director with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Report on other legal and regulatory requirements

With the written consent of the shareholders, we have performed certain accounting duties and taxation services in the name of Gondwana Holdings Limited and its subsidiaries.


STIER VENTE ASSOCIATES
REGISTERED ACCOUNTANTS AND AUDITORS
CHARTERED ACCOUNTANTS (NAMIBIA)

Per: A Stier
 Partner

WINDHOEK, 27 March 2019



GONDWANA HOLDINGS LIMITED AND ITS SUBSIDIARIES
REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 31 OCTOBER 2018
(FIRST SINCE INCORPORATION)

The directors have pleasure in presenting their annual report which forms part of the audited annual financial statements of the company and its subsidiaries for the year ended 31 October 2018.

DIRECTORS AND SECRETARY

The directors and secretary are set out under administration on page 2.

PRINCIPAL ACTIVITIES OF THE COMPANY

The principal activities of the group are to operate lodges, including production of fruit, vegetables, meat and milk products for lodge consumption, owning of property and investment in wholly owned property-owning companies.

The group also operates a game and nature conservation trust.

OPERATING RESULTS

The operating results are clearly set out in the group and company annual financial statements and need no further clarification.

The group recorded a net income before taxation of N\$ 71 215 781 (2017: N\$ 67 900 155) while the company recorded a net income before taxation including group dividends received of N\$ 104 795 326 (2017: Nil).

DIVIDENDS

A dividend of N\$ 14 800 000 was proposed, declared and paid during the year under review (2017: N\$ 9 467 000).

SHARE CAPITAL

9 490 710 shares of N\$ 0.001 per share were issued during the year under review at a share premium of N\$ 81 685 479.

PRESENTATION OF ANNUAL FINANCIAL STATEMENTS

Please refer to Note 1.1 of the annual financial statements for an explanation of why consolidated comparison information has been presented in these annual financial statements.



GONDWANA HOLDINGS LIMITED AND ITS SUBSIDIARIES
REPORT OF THE DIRECTORS (continued)
FOR THE YEAR ENDED 31 OCTOBER 2018
(FIRST SINCE INCORPORATION)

EVENTS SUBSEQUENT TO BALANCE SHEET DATE

The directors are not aware of any matters or circumstances arising since the end of the financial year, not otherwise dealt with in the annual financial statements, which significantly affect the financial position of the company or the results of its operations.

After year-end the group made offers to acquire Palmwag Lodge (trading in Antiqua Island Investment (Pty) Ltd) and Omarunga Camp for a total amount of N\$ 42 000 000. In addition, an agreement was entered into to acquire a 408-hectare property of the International Airport being part of the Sungate Development for N\$ 3 000 000.

SUBSIDIARIES

Gondwana Holdings Limited is the shareholder of several subsidiaries, whose results have been included in the group financial statements. Set out below is a list of subsidiaries, percentage shares held and operating income/loss before tax for the current year:

<u>Subsidiary</u>	<u>% Held</u>	<u>Operating income/(loss)</u>
		N\$
Anib Lodge (Pty) Ltd	100	5 430 665
Etosha Safari Lodge and Camps (Pty) Ltd	100	7 295 638
Acacia Investments (Pty) Ltd	100	Dormant
Altdorn Farming and Tourism (Pty) Ltd	100	Dormant
Canyon Investments (Pty) Ltd	100	Dormant
Combretum Investments (Pty) Ltd	100	Dormant
Eden East Farming and Tourism (Pty) Ltd	100	Dormant
Frankfurt Farming and Tourism (Pty) Ltd	100	Dormant
Holoog Wildtelers (Pty) Ltd	100	Dormant
Kanebis Farming and Tourism (Pty) Ltd	100	Dormant
Namib Desert Investments (Pty) Ltd	100	13 811 714
R.A.L. Boerdery (Pty) Ltd	100	Dormant
Violet Investments (Pty) Ltd	100	Dormant
Bahnhof Properties Swakopmund (Pty) Ltd	100	4 937 565
Woestynplaas (Pty) Ltd	100	Dormant
Gondwana Travel Centre (Pty) Ltd	100	1 415 964
Namushasha Country Lodge (Pty) Ltd	100	1 814 792
Oshikateko Investments (Pty) Ltd	100	788 482
Gondwana Collections Namibia (Pty) Ltd	100	27 846 868
Kalizo Fishing and Photographic Safaris (Pty) Ltd	100	7 746
Camp Chobe Safaris (Pty) Ltd	100	(256 122)
Island View Lodge (Pty) Ltd	100	(18 695)
Nature Investments (Pty) Ltd	100	145 428 954

For further information refer to note 3 of the annual financial statements.

Non-Subsidiary Investments

Gondwana Holdings group also has shareholding/investments in Naukluft Electricity Investments (Pty) Ltd, Melting ICE (Private) Ltd. Further information on these investments is disclosed in note 4.

Non-Consolidated Entities

Gondwana Holdings Limited has some control over the Gondwana Trust as some of the directors of the group are also trustees of the Trust. Since the activities of the trust is not to obtain economic benefits from its activities, the Trust was not considered for the purpose of preparation of consolidated financial statements. The purpose of the Trust is for non-profit activities.



GONDWANA HOLDINGS LIMITED AND ITS SUBSIDIARIES
GROUP STATEMENT OF FINANCIAL POSITION AT 31 OCTOBER 2018
(FIRST SINCE INCORPORATION)

	Notes	<u>2018</u>	<u>2017</u>
<u>ASSETS</u>			
NON-CURRENT ASSETS			
Property, plant and equipment	2	620 667 334	509 893 518
Intangible assets	3	19 425 218	2 450 644
Investment in associates and related parties	4	2 568 474	23 468 474
Goodwill	5	13 153 419	849 419
Deferred taxation asset	6	<u>664 523</u>	<u>2 016</u>
		<u>656 478 968</u>	<u>536 664 071</u>
CURRENT ASSETS			
Advances to associates	4	2 056 606	266 006
Provisional tax paid		14 036 038	11 254 232
Inventories	7	13 010 068	10 592 247
Trade and other receivables	8	51 359 819	33 420 511
Bank and cash on hand	9	<u>91 309 091</u>	<u>32 093 378</u>
		<u>171 771 622</u>	<u>87 626 374</u>
TOTAL ASSETS		<u>828 250 590</u>	<u>624 290 445</u>
<u>EQUITY AND LIABILITIES</u>			
CAPITAL AND RESERVES			
Share capital	10	66 057	56 566
Share premium	10	130 321 914	48 636 435
Revaluation reserve	11	168 100 551	168 100 551
Shareholders' reserve	12	17 364 558	17 364 558
Retained earnings		<u>174 182 170</u>	<u>140 541 587</u>
		<u>490 035 250</u>	<u>374 699 697</u>
LONG-TERM LIABILITIES			
Deferred taxation	6	39 351 326	34 246 781
Shareholders' loans	13	-	6 375 706
Interest bearing liabilities - secured	14.1	181 340 358	117 394 971
Interest bearing liabilities - unsecured	14.2	<u>1 148 826</u>	<u>1 875 879</u>
		<u>221 840 510</u>	<u>159 893 337</u>
CURRENT LIABILITIES			
Bank overdrafts	9	266 152	-
Short-term portion of interest-bearing liabilities: secured	14.1	23 498 791	20 603 792
Short-term portion of interest-bearing liabilities: unsecured	14.2	727 053	664 700
Dividend payable		487 850	33 178
Current taxation payable		15 695 653	12 824 129
Trade and other payables	15	<u>75 699 331</u>	<u>55 571 612</u>
		<u>116 374 830</u>	<u>89 697 411</u>
TOTAL EQUITY AND LIABILITIES		<u>828 250 590</u>	<u>624 290 445</u>



GONDWANA HOLDINGS LIMITED AND ITS SUBSIDIARIES
GROUP STATEMENT OF PROFIT AND LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 OCTOBER 2018
(FIRST SINCE INCORPORATION)

	Notes	<u>2018</u>	<u>2017</u>
		N\$	N\$
REVENUE – Accommodation	1.14	327 739 473	291 869 831
REVENUE – Tour sales	1.14	52 668 976	-
COST OF SALES – Accommodation		(63 665 493)	(62 083 199)
COST OF SALES- Tour sales		<u>(46 720 912)</u>	<u>-</u>
GROSS PROFIT		270 022 044	229 786 632
OTHER INCOME		<u>4 990 119</u>	<u>5 596 908</u>
GROSS INCOME		275 012 163	235 383 540
EXPENDITURE		<u>(189 428 735)</u>	<u>(153 563 793)</u>
NET INCOME BEFORE FINANCIAL ITEMS	17	85 583 428	81 819 747
NET FINANCIAL ITEMS	18	<u>(14 367 647)</u>	<u>(13 919 592)</u>
NET INCOME BEFORE TAX		71 215 781	67 900 155
TAXATION	16	<u>(22 775 198)</u>	<u>(22 398 253)</u>
TOTAL INCOME FOR THE YEAR AFTER TAX		48 440 583	45 501 902
OTHER COMPREHENSIVE INCOME		<u>-</u>	<u>-</u>
TOTAL COMPREHENSIVE INCOME		<u>48 440 583</u>	<u>45 501 902</u>



GONDWANA HOLDINGS LIMITED AND ITS SUBSIDIARIES
GROUP STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 OCTOBER 2018
(FIRST SINCE INCORPORATION)

	Note	Share capital	Share premium	Revaluation reserves	Shareholders' reserve	Retained income	Total
		N\$	N\$	N\$	N\$	N\$	N\$
Restated balance at 01/11/2016		50 000	2 173 742	168 416 849	17 364 558	104 041 541	292 046 690
Dividends declared		-	-	-	-	(9 467 000)	(9 467 000)
Total comprehensive income		-	-	-	-	45 501 902	45 501 902
Shares issued		6 566	46 462 693	-	-	-	46 469 259
Deferred tax on revaluation		-	-	148 846	-	-	148 846
Depreciation on revaluation transferred to equity		-	-	(465 144)	-	465 144	-
Restated balance at 31/10/2017		56 566	48 636 435	168 100 551	17 364 558	140 541 587	374 699 697
Shares issued	10	9 491	81 685 479	-	-	-	81 694 970
Dividends declared		-	-	-	-	(14 800 000)	(14 800 000)
Total comprehensive income		-	-	-	-	48 440 583	48 440 583
Balance at 31/10/2018		66 057	130 321 914	168 100 551	17 364 558	174 182 170	490 035 250

GONDWANA HOLDINGS LIMITED AND ITS SUBSIDIARIES
GROUP STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 OCTOBER 2018
(FIRST SINCE INCORPORATION)

	Notes	<u>2018</u>	<u>2017</u>
		N\$	N\$
CASH FLOW FROM OPERATING ACTIVITIES			
Cash receipts from customers		425 259 730	333 846 866
Cash paid to suppliers		<u>(328 912 929)</u>	<u>(227 253 364)</u>
Cash generated by operations	19	96 346 801	106 593 502
Taxation paid less recovered		(18 243 442)	(12 554 520)
Dividends received		1 297 521	313 118
Dividend paid		(14 345 328)	(9 687 010)
Interest received		803 553	10 578
Interest paid		<u>(15 171 200)</u>	<u>(13 930 170)</u>
Net cash inflow from operating activities		<u>50 687 905</u>	<u>70 745 498</u>
CASH FLOW FROM INVESTING ACTIVITIES			
Acquisition of intangible asset		(29 873 536)	(1 319 718)
Movement in related companies and associates		12 727 128	(15 600 000)
Acquisition of property, plant and equipment		(122 587 361)	(83 339 922)
Proceeds on disposal of equipment		<u>124 769</u>	<u>496 930</u>
Net cash outflow from investing activities		<u>(139 609 000)</u>	<u>(99 762 710)</u>
CASH FLOW FROM FINANCING ACTIVITIES			
Shares issued		81 694 970	52 844 965
Increase in interest bearing liabilities		<u>66 175 686</u>	<u>1 897 263</u>
Net cash inflow from financing activities		<u>147 870 656</u>	<u>54 742 228</u>
NET INCREASE IN CASH AND CASH EQUIVALENTS		58 949 561	25 725 016
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR		<u>32 093 378</u>	<u>6 368 362</u>
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR		<u>91 042 939</u>	<u>32 093 378</u>



GONDWANA HOLDINGS LIMITED AND ITS SUBSIDIARIES
COMPANY STATEMENT OF FINANCIAL POSITION AT 31 OCTOBER 2018
(FIRST SINCE INCORPORATION)

	Notes	<u>2018</u>	<u>2017</u>
		N\$	N\$
<u>ASSETS</u>			
NON-CURRENT ASSETS			
Investment in subsidiaries	4	<u>56 666</u>	<u>100</u>
		<u>56 666</u>	<u>100</u>
CURRENT ASSETS			
Advances to subsidiaries	4	172 161 839	-
Bank and cash on hand		9 641	-
Shareholders' loans	13	<u>6 566</u>	<u>-</u>
		<u>172 178 046</u>	<u>-</u>
TOTAL ASSETS		<u>172 234 712</u>	<u>100</u>
<u>EQUITY AND LIABILITIES</u>			
CAPITAL AND RESERVES			
Share capital	10	66 057	-
Share premium	10	81 685 479	-
Retained earnings		<u>89 995 326</u>	<u>-</u>
		<u>171 746 862</u>	<u>-</u>
CURRENT LIABILITIES			
Advances from subsidiaries		-	100
Dividend payable		<u>487 850</u>	<u>-</u>
		<u>487 850</u>	<u>100</u>
TOTAL EQUITY AND LIABILITIES		<u>172 234 712</u>	<u>100</u>



GONDWANA HOLDINGS LIMITED AND ITS SUBSIDIARIES
 COMPANY STATEMENT OF PROFIT AND LOSS AND OTHER COMPREHENSIVE INCOME
 FOR THE YEAR ENDED 31 OCTOBER 2018
 (FIRST SINCE INCORPORATION)

	Notes	<u>2018</u>	<u>2017</u>
		N\$	N\$
REVENUE	1.14	104 800 000	-
COST OF SALES		<u>-</u>	<u>-</u>
GROSS PROFIT		104 800 000	-
OTHER INCOME		<u>-</u>	<u>-</u>
GROSS INCOME		104 800 000	-
EXPENDITURE		<u>(4 674)</u>	<u>-</u>
NET INCOME BEFORE FINANCIAL ITEMS	17	104 795 326	-
NET FINANCIAL ITEMS		<u>-</u>	<u>-</u>
NET INCOME BEFORE TAX		104 795 326	-
TAXATION	16	<u>-</u>	<u>-</u>
NET INCOME AFTER TAXATION		104 795 326	-
OTHER COMPREHENSIVE INCOME		<u>-</u>	<u>-</u>
TOTAL COMPREHENSIVE INCOME		<u>104 795 326</u>	<u>-</u>



GONDWANA HOLDINGS LIMITED AND ITS SUBSIDIARIES
COMPANY STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 OCTOBER 2018
(FIRST SINCE INCORPORATION)

	Note	Share capital	Share premium	Retained Income	Total
		N\$	N\$	N\$	N\$
Balance at 01/11/2016		-	-	-	-
Shares issued		-	-	-	-
Total comprehensive income		-	-	-	-
Balance at 31/10/2017		-	-	-	-
Dividends declared		-	-	(14 800 000)	(14 800 000)
Total comprehensive income		-	-	104 795 326	104 795 326
Shares issued	10	66 057	81 685 479	-	81 751 536
Balance at 31/10/2018		66 057	81 685 479	89 995 326	171 746 862



GONDWANA HOLDINGS LIMITED AND ITS SUBSIDIARIES
COMPANY STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 OCTOBER 2018
(FIRST SINCE INCORPORATION)

	Notes	<u>2018</u>	<u>2017</u>
		N\$	N\$
CASH FLOW FROM OPERATING ACTIVITIES			
Cash receipts from customers		-	-
Cash paid to suppliers		<u>(4 674)</u>	<u>-</u>
Cash utilised by operations	19	(4 674)	-
Taxation paid		-	-
Dividends received		104 800 000	-
Dividend paid		<u>(14 312 150)</u>	<u>-</u>
Net cash inflow from operating activities		<u>90 483 176</u>	<u>-</u>
CASH FLOW FROM INVESTING ACTIVITIES			
Investment in related parties and advances to subsidiaries		<u>(172 225 071)</u>	<u>(100)</u>
Net cash outflow from investing activities		<u>(172 225 071)</u>	<u>(100)</u>
CASH FLOW FROM FINANCING ACTIVITIES			
Shares issued		<u>81 751 536</u>	<u>100</u>
Net cash inflow from financing activities		<u>81 751 536</u>	<u>100</u>
NET INCREASE IN CASH AND CASH EQUIVALENTS		9 641	-
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR		<u>-</u>	<u>-</u>
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR		<u>9 641</u>	<u>-</u>



GONDWANA HOLDINGS LIMITED AND ITS SUBSIDIARIES
SUMMARY OF ACCOUNTING POLICIES
FOR THE YEAR ENDED 31 OCTOBER 2018
(FIRST SINCE INCORPORATION)

1. ACCOUNTING POLICIES

The annual financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS), using the historical cost convention as modified by the revaluation of financial assets and liabilities at fair value through the profit and loss and conform to IFRS.

The preparation of the financial statements in conformity with IFRS requires the use of estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reported period based on management's best knowledge of current events and actions. Actual results may ultimately differ from these estimates.

Statement of compliance

The financial statements are prepared in compliance with International Financial Reporting Standards (IFRS) and Interpretations of those standards, as adopted by the International Accounting Standards Board (IASB) and the requirements of the Companies Act of Namibia.

At the date of authorisation of these financial statements, the following Standards and Interpretations were issued but not yet effective:

Revised International Accounting Standards		Effective date
IFRS 9	Financial Instruments	Annual periods beginning on or after 01/01/2018
IFRS 15	Revenue from contracts with customers	Annual periods beginning on or after 01/01/2018
IFRS 16	Leases	Annual periods beginning on or after 01/01/2019
Amended IFRS 2	Classification and measurement of share-based payment transactions	Annual periods beginning on or after 01/01/2018
Amended IFRS 10 & IAS 28	Sale of Contribution of Assets between an Investor and its Associate or Joint Venture	Effective date still to be determined
Amended IAS 7	Disclosure initiative	Annual periods beginning on or after 01/01/2017
Amended IAS 12	Recognition of deferred tax assets for unrealised losses	Annual periods beginning on or after 01/01/2017



GONDWANA HOLDINGS LIMITED AND ITS SUBSIDIARIES
SUMMARY OF ACCOUNTING POLICIES (continued)
FOR THE YEAR ENDED 31 OCTOBER 2018
(FIRST SINCE INCORPORATION)

1. ACCOUNTING POLICIES (continued)

The International Financial Reporting Standards applied are those issued by the International Accounting Standards Boards as at 31 October 2018, including the interpretations issued by the International Financial Reporting Interpretations Committee (IFRIC) as applicable to the company.

The principal accounting policies used by the company, which are consistent with those of the previous year, are set out below:

1.1 Basis of presentation

The financial statements have been prepared on the historical cost basis, except as modified by the revaluation of land and buildings.

Information relating to the financial year ended 31 October 2018 has been prepared and presented in accordance with the reverse acquisition principle disclosed below:

The shareholders of Nature Investments (Pty) Ltd performed a one for one share-swap for shares in Gondwana Holdings Limited. The result was that the ultimate shareholders had exactly the same shareholding in the group as before, so there was effectively no change in the control as it was merely the addition of an intermediary holding company with same ultimate shareholding.

Thus, the principles of reverse acquisition have been applied.

In applying the principles of reverse acquisition accounting, the consolidated financial statements have been presented as a continuation of Nature Investments (Pty) Ltd Group and the Group is presented as if the Company had always owned the Group. The consolidated reserves of the Group reflect the share capital and reserves of the swap as disclosed in the Nature Investments (Pty) Ltd Group in the prior year.

There is no impact on the comparatives in the consolidated financial statements as the share capital of the previous holding company, Nature Investments (Pty) Ltd, and of Gondwana Holdings Limited remained the same at the date of restructuring.

It is considered that this is the most relevant way of disclosing the consolidated financial statements.

1.2 Property, plant, equipment, and depreciation

Plant and equipment are stated at cost less depreciation. Depreciation is provided on a straight-line basis at rates considered appropriate to reduce book values to residual values over the estimated useful lives of the assets.

Buildings are stated at cost less accumulated depreciation and impairment and are subsequently accounted for using the revaluation method. Depreciation is provided to reduce book values to residual values over the estimated useful lives of the assets.

Residual values of the buildings are estimated to be at least equal to their carrying value and therefore current depreciation charges amount to zero.

Properties are stated initially at cost and are subsequently accounted for using the revaluation method whereby revaluation increases are credited directly to equity under the heading of revaluation reserves. Revaluation decreases are directly taken to profit or loss unless it can be debited directly to equity to the extent of any credit balance existing in the revaluation surplus in respect of that asset.



GONDWANA HOLDINGS LIMITED AND ITS SUBSIDIARIES
SUMMARY OF ACCOUNTING POLICIES (continued)
FOR THE YEAR ENDED 31 OCTOBER 2018
(FIRST SINCE INCORPORATION)

1. ACCOUNTING POLICIES (continued)

1.2 Property, plant, equipment, and depreciation (continued)

Depreciation is recorded by a charge to operating profits at rates considered appropriate to write off the cost of the assets over their expected useful lives on the straight-line method.

Computer equipment	-	30% per annum
Fixtures and fittings	-	10 -15% per annum
Linen and crockery	-	20% per annum
Machinery and equipment	-	10 - 15% per annum
Motor vehicles	-	14 - 25% per annum
Office and communication equipment	-	15% per annum

1.3 Intangible assets

Intangible assets are initially recognised at cost, if acquired separately, or at fair value if acquired as part of a business combination. After initial recognition intangible assets are carried at cost less any accumulated amortisation and accumulated impairment losses. Internally generated intangible assets, excluding capitalised development costs, are not capitalised, but expensed in profit or loss in the year during which the expenses are incurred. Development cost relating to computer software are capitalised once feasibility, probable future benefits, interest and ability to use are determinable. Resources are available to compute the projects and the costs can be measured reliably. The Company's intangible assets are amortised over their useful lives using a straight-line-basis. Computer software is amortised between five to ten years. Amortisation of intangible assets ceases when the residual value is equal to or exceeds the carrying value.

Computer software

Computer software acquired from external suppliers are initially recognised at cost. Computer software development costs are capitalised if the recognition is met.

1.4 Non-distributable reserves

Existing revaluation reserves are treated as non-distributable. Transfers to retained earnings only takes place upon the underlying asset being retired or disposed of.

Revaluation reserves arising from assets used by the entity may be transferred to retained earnings. The amount of the surplus transferred would be the difference between depreciation based on the revalued carrying amount of the asset and depreciation based on the asset's original cost. Transfers from the revaluation surplus to retained earnings are directly done in equity.



GONDWANA HOLDINGS LIMITED AND ITS SUBSIDIARIES
SUMMARY OF ACCOUNTING POLICIES (continued)
FOR THE YEAR ENDED 31 OCTOBER 2018
(FIRST SINCE INCORPORATION)

1. ACCOUNTING POLICIES (continued)

1.5 Inventories

Inventories are valued at the lower of cost, determined on the first-in, first-out basis, or net realisable value. The cost of inventories includes all cost of purchase, costs of conversion and other costs incurred in bringing the inventories to their present location and condition. The cost of work-in-progress and finished goods include direct costs and an appropriate allocation of overheads. Net realisable value is determined by the selling price less any selling expenses.

Obsolete, redundant and slow-moving inventories are identified and written down to their estimated net realisable value.

Livestock and game are valued at net realisable as obtained from time to time.

Consumables are valued at lower of cost or net realisable value.

1.6 Investments

Investments are stated at cost and are written down only where they are impaired. On the disposal of an investment, the difference between the net disposal proceeds and the carrying amount is charged or credited to the income statement.

1.7 Trade receivables

Trade receivables are carried at anticipated realisable value. An estimate is made for doubtful receivables based on a review of all outstanding amounts at the year-end. Bad debts are written off during the year in which they are identified.

1.8 Cash and cash equivalents

For the purposes of the cash flow statement, cash and cash equivalents comprise cash on hand, deposits held on call with banking institutions and investments in money market instruments. Bank overdrafts form part of cash and cash equivalents.

1.9 Financial instruments

Financial instruments carried in the balance sheet include bank balances and cash, trade and other receivables, trade and other payables and borrowings. These instruments are generally carried at their estimated fair value.

1.9.1 Credit risk

Potential items subject to credit risk consist principally of short-term cash and cash equivalent investments and accounts receivable. The company deposits short term cash surpluses with major banks of high credit standing only and, by policy, limits the amounts of credit exposure to one financial institution.



GONDWANA HOLDINGS LIMITED AND ITS SUBSIDIARIES
SUMMARY OF ACCOUNTING POLICIES (continued)
FOR THE YEAR ENDED 31 OCTOBER 2018
(FIRST SINCE INCORPORATION)

1. ACCOUNTING POLICIES (continued)

1.9 Financial instruments (continued)

1.9.2 Interest rate management

As part of managing interest rate exposure, interest rate characteristics of new borrowings and the refinancing of existing borrowings are positioned according to expected movements in interest rates.

1.9.3 Liquidity risk

The company has minimized its risk of liquidity by ensuring that it has adequate banking facilities and reserve borrowing capacity.

1.10 Borrowing costs

Borrowing costs are recognized as an expense when incurred.

1.11 Deferred tax

Deferred taxation is provided, using the liability method, for all temporary differences arising between the tax bases of assets and liabilities and their carrying amounts on the balance sheet. Current tax rates are used to determine the deferred tax balance.

1.12 Leased assets

Where the company assumes the significant risks and rewards of ownership of leased assets, these assets are classified as finance leases.

Items of plant and equipment held under finance leases are capitalized at their cash equivalent cost and a corresponding liability is raised. Such assets are depreciated in terms of the accounting policy as stated above.

Lease finance charges are allocated to accounting periods over the duration of the leases by the effective interest rate method, which reflects the extent and cost of lease finance utilised in each accounting period.

All other leases are treated as operating leases and the relevant rentals are charged to the income statement in a systematic manner related to the period of use of the assets concerned.



GONDWANA HOLDINGS LIMITED AND ITS SUBSIDIARIES
SUMMARY OF ACCOUNTING POLICIES (continued)
FOR THE YEAR ENDED 31 OCTOBER 2018
(FIRST SINCE INCORPORATION)

1. ACCOUNTING POLICIES (continued)

1.13 Foreign currencies

Foreign currencies are accounted for at the rate of exchange ruling on the date of transaction. Gains and losses arising on settlement are recognized in the income statement.

1.14 Revenue

Revenue comprises the invoiced value of sales of accommodation, sale of tours, food and beverages, souvenirs, fuel and activities net of value added taxation.

1.15 Provisions

Provisions are recognised after the company has a present obligation as a result of past events and it is probable that this will result in outflow of economic benefits that can be reliably estimated.

1.16 Critical accounting judgements and key sources of estimation uncertainty

In the application of the company's accounting policies, which are described in note 1, management is required to make judgements, estimates and assumptions about the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

There was not critical judgement, apart from any documented.



GONDWANA HOLDINGS LIMITED AND ITS SUBSIDIARIES
NOTES TO THE ANNUAL FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 OCTOBER 2018
(FIRST SINCE INCORPORATION)

PROPERTY, PLANT AND EQUIPMENT

Group	Leasehold improvements	Capital work in progress	Land and buildings	Plant, machinery and equipment	Motor vehicles	Furniture & fittings	Office and communication equipment	Computer equipment	Linen and crockery	Power-lines	Total
	N\$	N\$	N\$	N\$	N\$	N\$	N\$	N\$	N\$	N\$	N\$
Year ended 31/10/2018											
Opening net carrying amount	535 899	10 184 762	442 754 003	11 581 030	21 645 915	16 954 981	489 945	1 621 007	3 552 718	573 258	509 893 518
Transfer work in progress	-	(10 184 762)	10 184 762	-	-	-	-	-	-	-	-
Transferred to plant and machinery	-	-	-	489 945	-	-	(489 945)	-	-	-	-
Additions	-	7 120 465	72 234 890	5 026 749	16 271 178	13 804 491	-	1 933 470	6 196 118	-	122 587 361
Disposals	-	-	-	-	(11 250)	-	-	-	-	-	(11 250)
Depreciation	-	-	(193 898)	(2 198 379)	(4 751 887)	(2 794 797)	-	(866 981)	(996 353)	-	(11 802 295)
Closing net carrying amount	535 899	7 120 465	524 979 757	14 899 345	33 153 956	27 964 675	-	2 687 496	8 752 483	573 258	620 667 334
At 31/10/2018											
At cost / valuation	535 899	7 120 465	528 781 703	31 875 319	61 291 804	41 908 163	-	7 685 489	13 409 779	573 258	693 181 879
Accumulated depreciation	-	-	(3 801 946)	(16 975 974)	(28 137 848)	(13 943 488)	-	(4 997 993)	(4 657 296)	-	(72 514 545)
Net carrying amount	535 899	7 120 465	524 979 757	14 899 345	33 153 956	27 964 675	-	2 687 496	8 752 483	573 258	620 667 334



GONDWANA HOLDINGS LIMITED AND ITS SUBSIDIARIES
NOTES TO THE ANNUAL FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 31 OCTOBER 2018
(FIRST SINCE INCORPORATION)

2. PROPERTY, PLANT AND EQUIPMENT (continued)

Group	Lease- hold improve- ments	Capital work in progress	Land and buildings	Plant and machinery	Motor vehicles	Furniture & fittings	Office and commu- nication equipment	Computer equipment	Linen and crockery	Power- lines	Total
Year ended 31/10/2017	N\$	N\$	N\$	N\$	N\$	N\$	N\$	N\$	N\$	N\$	N\$
Opening net carrying amount	535 899	234 838	398 472 991	920 742	12 095 325	14 602 225	488 971	873 084	3 404 742	610 378	440 239 195
Additions	-	9 949 924	45 769 213	5 206 032	14 239 061	5 481 976	168 815	1 314 548	1 169 090	41 263	83 339 922
Disposals	-	-	-	(75 087)	(219 261)	(45 248)	(2 405)	-	(8 887)	-	(350 888)
Depreciation	-	-	(1 488 201)	(2 470 657)	(4 469 210)	(3 083 972)	(165 436)	(566 625)	(1 012 227)	(78 383)	(13 334 711)
Closing net carrying amount	535 899	10 184 762	442 754 003	11 581 030	21 645 915	16 954 981	489 945	1 621 007	3 552 718	573 258	509 893 518
At 31/10/2017											
At cost / valuation	535 899	10 184 762	446 362 051	26 358 625	45 035 626	28 103 670	1 798 124	4 443 840	7 213 661	671 977	570 708 235
Accumulated depreciation	-	-	(3 608 048)	(14 777 595)	(23 389 711)	(11 148 689)	(1 308 179)	(2 822 833)	(3 660 943)	(98 719)	(60 814 717)
Net carrying amount	535 899	10 184 762	442 754 003	11 581 030	21 645 915	16 954 981	489 945	1 621 007	3 552 718	573 258	509 893 518



GONDWANA HOLDINGS LIMITED AND ITS SUBSIDIARIES
NOTES TO THE ANNUAL FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 31 OCTOBER 2018
(FIRST SINCE INCORPORATION)

2. PROPERTY, PLANT AND EQUIPMENT (continued)

Group only

Note that the properties across the Group were revalued in 2016. The valuations were performed by Mr P J Scholtz, a qualified valuator. All properties (except where mentioned below) were valued on a depreciated replacement method. The land value was added at comparable market values for vacant land.

Land and buildings consist of the following:

- Portion 2 of Farm Kanebis No 5, registration division "V", measuring 40 hectares and portion 1 of Farm Kanebis No 5, registration division "V", measuring 6 000 hectares at a cost of N\$ 528 960. The land was revalued in 2016 to N\$ 500 per hectare amounting to N\$ 3 000 000. The buildings relating to this land were valued at N\$ 52 686 880. The valuation was performed by Mr P J Scholtz, a qualified property valuator. The depreciated replacement valuation was used for all buildings and the comparable sales value was used for the land.
- Portion of Farm Witklip number 68, situated between Outjo and Khorixas. The property is subject to a first, second and third covering mortgage bond of N\$ 22 000 000 in favour of First National Bank of Namibia Limited. The property was revalued to N\$ 24 590 000 by the same valuator as noted above and on the same basis.
- Hakusembe River Lodge is built on a right of Leasehold with the Government of Namibia applicable for another 17 years on a renewable basis. The buildings and property rights were valued by Mr P J Scholtz a registered valuator at N\$ 11 255 000 in 2016.
- Chobe River Camp is built on a right of leasehold with the Government of Namibia applicable for another 10 years with an expected extension period.
- Zambezi Mubala Lodge is built on a right of leasehold with the Government of Namibia applicable for another 15 years with an expectation to extend.
- Zambezi Mubala Camp is built on a right of leasehold with the Government of Namibia applicable for another 17 years with an expected extension period.
- Farm Dieprivier No 972, held by title deed 6007/2011, situated in the Khomas region, measuring 12583 hectares. During October 2016 a registered valuator, Mr P J Scholtz, set a value of N\$ 41 775 000 on the property. The property has been mortgaged in favour of First National Bank of Namibia Limited as security for loan facilities to an amount of N\$ 72 500 000. Cession of adequate fire cover held.
- Portion 8 of the farm Dabib No 112, Mariental district in the Hardap region, measuring 9656 hectares. The property was revalued during October 2016 by a registered valuator, Mr P J Scholtz, placing a value of N\$ 58 175 000 on the property. A first, second, third and fourth bond of N\$ 33 000 000 was registered in favour of First National Bank of Namibia Limited.
- Erf 805 (a portion of Erf 78), Klein Windhoek measuring 1365 square metres with improvements thereon. The property was mortgaged by mortgage bond of N\$ 9 970 000 in favour of First National Bank of Namibia Limited and is held under Title Deed T2961/05. The property was valued by Mr P J Scholtz at N\$ 9 970 000 using market value.
- The property at Section 1 and 2 Madiba's Corner, Klein Windhoek is subject to a first covering mortgage bond of N\$ 8 500 000 in favour of First National Bank of Namibia Limited.



GONDWANA HOLDINGS LIMITED AND ITS SUBSIDIARIES
NOTES TO THE ANNUAL FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 31 OCTOBER 2018
(FIRST SINCE INCORPORATION)

2. PROPERTY, PLANT AND EQUIPMENT (continued)

Group only

- Portion 1 of Farm Eldorado No 449, registration division "A", measuring 402.5459 hectares with improvements thereon. The property is held under Title Deed T1401/1980. A first, second, third and fourth bond of N\$ 46 500 000 was registered in favour of First National Bank Namibia Limited over Portion 1 of Farm Eldorado No 449. Cession of adequate fire cover held. The property was revalued by Mr P J Scholtz to N\$ 36 980 000.
- Portion 1 of Farm Holoogberg No 107, registration division "T", measures 468 hectares. A first bond of N\$ 4 500 000 was registered in favour of First National Bank Namibia Limited. Cession of adequate fire cover held. A second, third and fifth and sixth bond to the value of N\$ 21 900 000 was registered in the name of First National Bank of Namibia Limited. These bonds are over this farm and farm Kanebis No 8 as disclosed below.
- Portion 8 of portion A, and portion 11 (Dieprivier) (of portion A) of the Farm Holoog No 106, registration division "T", measuring 10575,6842 ha. The property was valued during 2016 by Mr P J Scholtz, a registered property valuator at N\$ 500 per hectare.
- Farm Altdorn No 3, registration division "V", measuring 13 231 hectares and farm No 376, registration division "V", measuring 2 423 hectares, both held by deed of transfer T 1189/2000. The property was valued during 2016 by Mr P J Scholtz, a registered property valuator at N\$ 500 per hectare.
- Remaining extent of farm Karios No 8, registration division "V", measuring 5 412 hectares and Portion 1 of farm Karios No 8, registration division "V", measuring 6 999 hectares, both held by deed of transfer T 7622/1996.

The property was valued during 2016 by Mr P J Scholtz, a registered property valuator at N\$ 500 per hectare. A first, second, third and fourth bond of N\$ 14 860 000 has been registered in favour of First National Bank Limited as security for overdraft facilities of the holding company, Nature Investments (Proprietary) Limited.

- Farm Augurabis No 109, registration division "T", measuring 11 634 hectares, held by deed of transfer T 6887/1995. The property was valued during 2016 by Mr P J Scholtz, a registered property valuator at N\$ 500 per hectare.
- Farm Hoolooogberg No 107, registration division "T", measuring 12 119 hectares, held by deed of transfer T 2536/1995. The property was valued during 2016 by Mr P J Scholtz, a registered property valuator at N\$ 500 per hectare.
- Farm Stamprivier No 108, registration division "T", measuring 15 759 hectares, held by deed of transfer T 7098/1996. The property was valued during 2016 by Mr P J Scholtz, a registered property valuator at N\$ 500 per hectare.
- Property comprises remainder of Portion A of farm Holoog No 106, registration division "T", measuring 8 423 hectares, held by deed of transfer T 5576/1999. The property was valued during 2016 by Mr P J Scholtz, a registered property valuator at N\$ 500 per hectare.



GONDWANA HOLDINGS LIMITED AND ITS SUBSIDIARIES
NOTES TO THE ANNUAL FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 31 OCTOBER 2018
(FIRST SINCE INCORPORATION)

2. PROPERTY, PLANT AND EQUIPMENT (continued)

Group only

- Property comprises remaining portion of farm Frankfurt No 7, registration division "V", measuring 7 324 hectares and portion 2 of farm Karios No 8, registration division "V", measuring 3 000 hectares, both held by deed of transfer T 1352/2000. The property was valued during 2016 by Mr P J Scholtz, a registered property valuator at N\$ 500 per hectare.
- Portion 1 of Erf no 146 registered in the Municipality of Swakopmund, division "F", measuring 450 square meters held by virtue of title transfer no T3260/2001.
- Erf 149 and Erf 146 situated in the municipality of Swakopmund have been consolidated into Erf 5738. A first bond of N\$ 50 000 000 has been registered in favour of The Development Bank of Namibia.
- Remainder of Erf no 146 in the municipality of Swakopmund registered in division "F", measuring 901 square meters. Both Erf no 146 and Erf no 149 properties were valued by Mr P J Scholtz, a registered property valuator. The properties were valued at N\$ 70 520 000.
- Portion 2 of Farm Leverbreek No 110, registered in division "T" measuring 5999,9949 hectares, held by deed of transfer no T1091/2003. The farms were valued by Mr P J Scholtz, a registered property valuator at N\$ 500 per hectare.
- Portion 1 of Farm Chamaites No 113, registered division "T" measuring 2440,6351 hectares, held by deed of transfer no T1091/2003. The farms were valued by Mr P J Scholtz, a registered property valuator at N\$ 500 per hectare.
- Farm Elizabeth No 383 registered division "T" measuring 5764,3730 hectares, held by deed of transfer no T3730/1990. The farms were valued by Mr P J Scholtz, a registered property valuator at N\$ 500 per hectare.
- Remaining portion 1 of Erf 78, Klein Windhoek, measuring 1368 square meters. The property is mortgaged by a mortgage bond of N\$ 7 240 000 in favour of First National Bank of Namibia Limited. The property was valued by Mr P J Scholtz at N\$ 7 240 000 using market valuation.
- The building acquired through the acquisition of the subsidiary, Namushasha Country Lodge (Pty) Ltd, consists of a lodge built on the land belonging to the Government of the Republic of Namibia, occupied in accordance with a right of leasehold with the government with an extension period. The first right of leasehold expires in 2025. The buildings were valued during 2016 by Mr P J Scholtz, a registered valuator at N\$ 21 500 000.



GONDWANA HOLDINGS LIMITED AND ITS SUBSIDIARIES
NOTES TO THE ANNUAL FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 31 OCTOBER 2018
(FIRST SINCE INCORPORATION)

	<u>2018</u>	<u>2017</u>
	N\$	N\$
3. INTANGIBLE ASSETS		
Group		
<u>Software</u>		
Opening net carrying amount	2 450 644	1 130 926
Additions	956 499	1 319 718
Amortisation	<u>(594 967)</u>	<u>-</u>
Closing net carrying amount	<u>2 812 176</u>	<u>2 450 644</u>
<i>The intangible asset related to a shopping cart portal being developed which links directly into the reservations system. The useful life of software is expected to be 5 years.</i>		
<u>Right of leasehold</u>		
Opening net carrying amount	-	-
Acquired during the year	<u>9 638 572</u>	<u>-</u>
Closing net carrying amount	<u>9 638 572</u>	<u>-</u>
<i>This relates to Mubala Safari Lodge comprising of a Safari Camp situated on the Zambezi river. Leasehold right granted by Ministry of Lands And Resettlement to Kalizo Fishing and Photographic Safaris (Pty) Ltd (a subsidiary), Kalimbeza area in respect of tourism for a remaining period of 15 years with an expectation to renew. Area measuring approximately 5 hectares.</i>		
Opening net carrying amount	-	-
Acquired during the year	<u>6 974 470</u>	<u>-</u>
Closing net carrying amount	<u>6 974 470</u>	<u>-</u>
<i>Comprise of Camp Chobe Safaris situated in the Zambezi region. Leasehold right granted by Ministry of Lands And Resettlement to Camp Chobe Safaris (Pty) Ltd, Ngoma Village in Ngoma Communal Area, in respect of tourism for a remaining period of 10 years with an expectation to renew. Area measuring approximately 18.3 hectares.</i>		
Total intangible assets	<u>19 425 218</u>	<u>2 450 644</u>



GONDWANA HOLDINGS LIMITED AND ITS SUBSIDIARIES
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4. INVESTMENT IN ASSOCIATES AND RELATED PARTIES

<u>Group</u>	<u>Percentage holding</u>	<u>Investment at cost</u>	<u>Advance accounts</u>
	%	N\$	N\$
31 October 2018			
Investments in Associates			
- Naukluft Electricity Investments (Pty) Ltd	11.85%	474	762 497
- Melting Ice (Private) Ltd	100.00%	<u>2 568 000</u>	<u>1 294 109</u>
		<u>2 568 474</u>	<u>2 056 606</u>
31 October 2017			
Aggregate Investments		<u>23 468 474</u>	<u>266 006</u>

Melting Ice (Private) Ltd is an investment purchased through the Nature Trust during prior years, owning a piece of land being Stand 1388 Victoria Falls Township of Victoria Falls Township Lands, measuring 9144 square metres. Nature Investments (Pty) Ltd is the beneficiary of the trust, thus having the benefit of the investment. The trustees are however separate. The company itself has some common directors with Gondwana Holdings Limited. There is no other activity than holding of the property. The fair value is deemed to exceed the carrying amount.

Naukluft Electricity Investments (Pty) Ltd is not equity accounted, as the directors believe not enough control can be exercised to do so. The entity's shareholders' interest amounted to N\$ 3 068 740, of which Nature Investments (Pty) Ltd's share would amount to N\$ 378 640, had it been equity accounted. The advance accounts have no fixed terms of repayment and are unsecured.



GONDWANA HOLDINGS LIMITED AND ITS SUBSIDIARIES
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4. INVESTMENT IN SUBSIDIARIES/ASSOCIATES (continued)

Company

All subsidiaries are wholly owned, and the share capital consists of ordinary shares at N\$ 1.00 each.

<u>Investment in subsidiaries and other associates</u>	<u>Shares issued</u>	<u>Shares held</u>	<u>Shares at cost</u>	<u>Loan accounts</u>
	N\$	N\$	N\$	2018
				2017
				N\$
Gondwana Collections Namibia (Pty) Ltd	100	100		60 986 133
Nature Investments (Pty) Ltd	56 566 099	56 566 099	56 566	111 175 706
TOTAL			56 666	172 161 839

The advances / loans have no fixed terms of payment and bear no interest but are treated as of short-term nature.

All subsidiaries as disclosed in the report of directors on page 10 of these annual financial statements are wholly owned by Nature Investments (Pty) Ltd except for the ones disclosed above.



GONDWANA HOLDINGS LIMITED AND ITS SUBSIDIARIES
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4. INVESTMENT IN SUBSIDIARIES/ASSOCIATES (continued)

Company

Loans to subsidiary companies are unsecured, interest-free and are repayable on demand.

The investments have been assessed for impairment. No impairment of any investment was identified.

<u>2018</u>	<u>2017</u>
N\$	N\$

5. GOODWILL

Group

Goodwill acquired

- Woestynplaas (Pty) Ltd (*)
- Cardboard Box (#)
- New African Frontiers (!)

849 419	849 419
11 782 000	-
<u>522 000</u>	<u>-</u>
<u>13 153 419</u>	<u>849 419</u>

(*) The goodwill was acquired during the purchase of remaining shares of Woestynplaas (Pty) Ltd. Goodwill's assessed on annual basis for impairment. No indicators for impairment are present.

(#) Gondwana Collections Namibia acquired the operations of Cardboard Box on 1 March 2018. The cost of acquisition amounted to N\$ 12 000 000 and was partly financed by the allotment of new shares in Gondwana Holdings for Aulden Harlech Jones. Goodwill of N\$ 11 782 000 arose from the purchase of Cardboard Box in the current year.

Although Cardboard Box operations showed losses for the year under review, the budget and outlook for the next financial year are positive and therefore there is no need for impairment of the goodwill.



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	<u>2018</u>	<u>2017</u>
	N\$	N\$
5. GOODWILL (continued)		
Group		
<i>(!) The goodwill was acquired during the purchase of New African Frontiers. Goodwill is assessed on annual basis for impairment. No indicators for impairment are present.</i>		
6. DEFERRED TAXATION		
Group		
Opening balance before restatement	34 244 765	25 139 590
Originating temporary differences – profit and loss	4 883 958	9 254 021
Emanating from acquisition of subsidiaries	(441 920)	-
Deferred tax release on depreciation on revaluation	<u>-</u>	<u>(148 846)</u>
Deferred tax closing balance	<u>38 686 803</u>	<u>34 244 765</u>
Deferred tax comprises of:		
Accelerated wear, tear and building allowances and leasehold improvement allowances	43 004 164	37 780 026
Assessed loss recognised	(2 716 914)	(3 585 659)
Income received in advance	(1 674 067)	-
Livestock	<u>73 620</u>	<u>50 398</u>
	<u>38 686 803</u>	<u>34 244 765</u>
The balance above is disclosed in the statement of financial position as follows:		
Deferred tax asset	(664 523)	(2 016)
Deferred tax liability	<u>39 351 326</u>	<u>34 246 781</u>
	<u>38 686 803</u>	<u>34 244 765</u>



GONDWANA HOLDINGS LIMITED AND ITS SUBSIDIARIES
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	<u>2018</u>	<u>2017</u>
	N\$	N\$
6. DEFERRED TAXATION (continued)		
Company		
No deferred taxation has been provided for on the Company's assessable loss as utilization is not probable.		
7. INVENTORIES		
Group		
Merchandise for resale	5 580 240	5 624 374
Food and beverages	5 167 256	3 156 731
Livestock and game	230 066	157 495
Consumables	2 032 506	1 962 974
Provision for obsolete inventory	<u>-</u>	<u>(309 327)</u>
	<u>13 010 068</u>	<u>10 592 247</u>
8. TRADE AND OTHER RECEIVABLES		
Group		
Trade debtors	35 798 203	26 514 134
Staff loans	5 007	1 441
Value added tax receivable	7 816 860	4 060 319
Deposits	3 098 128	-
Insurance refundable	1 114 918	-
Prepayments	226 138	-
Other	<u>3 300 565</u>	<u>2 844 617</u>
	<u>51 359 819</u>	<u>33 420 511</u>
The directors believe that the above amounts present the fair value of trade and other receivables.		
9. CASH AND CASH EQUIVALENTS		
Cash and cash equivalents consist of cash on hand and balances with banks. Cash and cash equivalents included in the statement of cash flows comprise the following balances from the statement of financial position:		
Company		
Bank	<u>9 641</u>	<u>-</u>
Group		
Bank	91 309 091	32 093 378
Bank overdraft	<u>(266 152)</u>	<u>-</u>
	<u>91 042 939</u>	<u>32 093 378</u>



GONDWANA HOLDINGS LIMITED AND ITS SUBSIDIARIES
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	<u>2018</u>	<u>2017</u>
	N\$	N\$
10. SHARE CAPITAL		
Group		
Authorised:		
500 000 000 (2017: 150 000 000) ordinary shares of N\$ 0.001 each	<u>500 000</u>	<u>150 000</u>
Issued:		
66 056 809 (2017: 56 566 099) ordinary shares of N\$ 0.001 each	<u>66 057</u>	<u>56 566</u>
Share premium:		
Included in the above are the following:		
3 600 000 shares of N\$ 0.001 each plus share premium of N\$ 32 756 400 relating to shares fully subscribed and paid up but not issued. As they are fully paid and all requirements for issue are met, they have been included in the above. The shares were issued after year-end.		
Company		
Authorised:		
500 000 000 (2017: 150 000 000) ordinary shares of N\$ 0.001 each	<u>500 000</u>	<u>150 000</u>
Issued:		
66 056 809 (2017: 7) ordinary shares of N\$ 0.001 each	<u>66 057</u>	<u>-</u>



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	<u>2018</u>	<u>2017</u>
	N\$	N\$
10. SHARE CAPITAL (continued)		
Company (continued)		
Share premium: (continued)		
Included in the above are the following:		
3 600 000 shares of N\$ 0.001 each plus share premium of N\$ 32 756 400 relating to shares fully subscribed and paid up but not issued. As they are fully paid and all requirements for issue are met, they have been included in the above. The shares were issued after year-end.		
11. REVALUATION RESERVES		
Group		
Opening balance	168 100 551	168 416 849
Depreciation on revaluation transferred to equity	-	(465 144)
Deferred tax on revaluation	<u>-</u>	<u>148 846</u>
Closing balance	<u>168 100 551</u>	<u>168 100 551</u>
12. SHAREHOLDERS' RESERVE		
Opening balance	<u>17 364 558</u>	<u>17 364 558</u>
During previous years consolidated shareholders' loans were transferred as per shareholders' resolution to non-distributable reserve. This reserve forms part of the equity of the company.		



GONDWANA HOLDINGS LIMITED AND ITS SUBSIDIARIES
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	<u>2018</u>	<u>2017</u>
	N\$	N\$
13. SHAREHOLDERS' LOANS		
Advances from shareholders	<u>-</u>	<u>6 375 706</u>
The above represent deposits from shareholders for the acquisition of shares in Gondwana Holdings Limited, previously in Nature Investments (Pty) Ltd.		
14. LONG-TERM LIABILITIES		
Group		
14.1 Interest bearing liabilities - secured		
First National Bank of Namibia Limited	70 000 000	-
Less: Short-term portion	<u>-</u>	<u>-</u>
	<u>70 000 000</u>	<u>-</u>
This loan is in the name of Gondwana Collections Namibia (Pty) Ltd, secured by various properties of the subsidiaries as disclosed in note 2. Interest is charged at prime rate, 10.5%. The company will repay only interest for the first 12 months, thereafter both the loan and interest will be repaid over 48 months.		
First National Bank of Namibia Limited	65 879 511	-
Less: Short-term portion	<u>(7 564 807)</u>	<u>-</u>
	<u>58 314 704</u>	<u>-</u>
This loan is in the name of Gondwana Collections Namibia (Pty) Ltd, secured by various properties of the subsidiaries as disclosed in note 2. Interest is charged at prime bank lending rate less 1% and is repayable over 90 monthly installments of N\$ 1 134 675.		



GONDWANA HOLDINGS LIMITED AND ITS SUBSIDIARIES
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	<u>2018</u>	<u>2017</u>
	N\$	N\$
14. LONG-TERM LIABILITIES (continued)		
Group		
14.1 Interest bearing liabilities - secured (continued)		
First National Bank of Namibia Limited	13 977 336	-
Less: Short-term portion	<u>6 348 133</u>	<u>-</u>
	<u>7 629 203</u>	<u>-</u>
This loan is in the name of Gondwana Collections Namibia (Pty) Ltd, secured by various properties of the subsidiaries as disclosed in note 2. Interest is charged at prime bank lending rate less 0,5% and is repayable over 36 monthly installments of N\$ 661 477.		
First National Bank of Namibia Limited loan	-	-
Etosha Safari Lodge and Camps (Pty) Ltd	-	14 217 504
Less: Short-term portion	<u>-</u>	<u>(2 055 231)</u>
	<u>-</u>	<u>12 162 273</u>
This loan is secured by Portion 1 of Farm Eldorado, as disclosed in note 2. The loan carried interest at prime rate less 1% and the monthly instalments were set at N\$ 274 279. The loan is restructured into the loans above.		
Instalment sales agreements		
- Etosha Safari Lodge and Camp (Pty) Ltd	-	1 631 091
Less: Short-term portion	<u>-</u>	<u>(731 172)</u>
	<u>-</u>	<u>899 919</u>
The instalment sales were in the name of Etosha Safari Lodge and Camps (Pty) Ltd, carried interest at prime related rates, were secured by vehicles purchased therewith to the amount of N\$ 5 272 421. The loans were restructured into the facilities above		



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	<u>2018</u>	<u>2017</u>
	N\$	N\$
14. LONG-TERM LIABILITIES (continued)		
Group		
<i>Interest bearing liabilities – secured (continued)</i>		
First National Bank of Namibia Limited loan	-	9 214 578
Less: Short-term portion	<u>-</u>	<u>(796 547)</u>
	<u>-</u>	<u>8 418 031</u>
<p>This loan was in the name of Namib Desert Investments (Pty) Ltd. The was loan repayable in instalments of N\$ 134 465 and carried interest at prime less 1%. The loan was secured by a first mortgage bond of N\$ 14 400 000 over land and buildings held by Namib Desert Investments (Pty) Ltd as disclosed in note 2. The loan was repayable in 42 equal instalments. The loan was restructured into the loans above.</p>		
First National Bank of Namibia Credit agreement		
Term loan	-	4 257 869
Short-term portion	<u>-</u>	<u>(1 978 577)</u>
	<u>-</u>	<u>2 279 292</u>
<p>The credit agreements were secured by vehicles purchased to the value of N\$ 6 317 239. Interest was charged at prime related rates and monthly installments amount to N\$ 157 296.</p>		
Sunset Solar Namibia CC	521 853	-
Less: Short-term portion	<u>(388 444)</u>	<u>-</u>
	<u>133 409</u>	<u>-</u>
<p>The loan is for the sunset solar which bears interest at 4%. Fixed rate monthly installments amount to N\$ 33 518. The loan is repayable in 60 monthly installments.</p>		



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	<u>2018</u>	<u>2017</u>
	N\$	N\$
14. LONG-TERM LIABILITIES (continued)		
Group		
14.1 Interest bearing liabilities - secured (continued)		
First National Bank of Namibia Limited loan	-	6 656 713
Less: Short-term portion	<u>-</u>	<u>(539 087)</u>
	<u>-</u>	<u>6 117 626</u>
<p>This loan was in the name of Anib Lodge (Pty) Ltd and was secured by a first bond of N\$ 10 000 000 over Portion 8 of Farm Dabib, as disclosed in note 2. Interest was charged at prime less 1% and the monthly instalments are currently set at N\$ 96 617. The loan was restructured into loans included above.</p>		
First National Bank of Namibia Limited loan	-	2 567 533
Less: Short-term portion	<u>-</u>	<u>(531 017)</u>
	<u>-</u>	<u>2 036 516</u>
<p>This loan was in the name of Anib Lodge (Pty) Ltd. The loan is repayable in 60 monthly installments of N\$ 64 094. The loan bore interest at 10.25% and is secured by property. The loan was amalgamated into the loans disclosed above.</p>		
First National Bank of Namibia Limited loan		
- Anib Lodge (Pty) Ltd	-	14 954
Less: Repayable within 12 months	<u>-</u>	<u>(14 954)</u>
	<u>-</u>	<u>-</u>

The loan was fully repaid in the current year.



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	<u>2018</u>	<u>2017</u>
	N\$	N\$
14. LONG-TERM LIABILITIES (continued)		
Group		
14.1 Interest bearing liabilities - secured (continued)		
Nedbank Namibia Limited loan		
- Gondwana Travel Centre (Pty) Ltd	-	685 928
Less: Short-term portion	<u>-</u>	<u>(685 928)</u>
	<u>-</u>	<u>-</u>
<p>This borrowing was in the name of Gondwana Travel Centre (Pty) Ltd and was secured by a mortgage bond over Erf 805 (a portion of Erf 78), Klein Windhoek, as disclosed in note 2. The loan was repayable in monthly instalments of N\$ 37 055. Interest was charged at prime related rates. The loan was fully repaid in the current year.</p>		
First National Bank of Namibia Limited loans		
- Namushasha Country Lodge (Pty) Ltd	-	6 996 019
Less: Short-term portion	<u>-</u>	<u>(591 727)</u>
	<u>-</u>	<u>6 404 292</u>
<p>The loans carried interest at prime related rates, was secured by vehicles and various sureties and securities provided within the group and was repayable in monthly instalments of N\$ 103 610. The loan was amalgamated into the loans as disclosed above.</p>		
Nedbank Namibia Limited		
- Gondwana Travel Centre (Pty) Ltd	-	659 427
Payable within 12 months	<u>-</u>	<u>(659 427)</u>
	<u>-</u>	<u>-</u>
<p>The borrowing was secured by a mortgage bond over remaining portion 1 of Erf 78, as disclosed in note 2</p>		
<p>Interest was charged at prime related rates. The monthly instalments amounted to N\$ 17 239. The loan was fully settled in the current year.</p>		



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	<u>2018</u>	<u>2017</u>
	N\$	N\$
14. LONG-TERM LIABILITIES (continued)		
Group		
14.1 Interest bearing liabilities - secured (continued)		
First National Bank of Namibia Limited - instalment sale	14 431 783	11 534 471
- Gondwana Collections Namibia (Pty) Ltd	<u>(3 530 404)</u>	<u>(3 346 182)</u>
Less: Repayable within 12 months	<u>10 901 379</u>	<u>8 188 289</u>
<p>The balance consists of various installment sales in the name of Gondwana Collections Namibia (Pty) Ltd, secured by movable assets purchased therewith, attracting interest at prime related rates, with monthly installments totaling N\$ 397 782. Interest is charged at prime related rates.</p>		
Development Bank of Namibia	39 405 776	44 522 004
Less: Repayable within 12 months	<u>(5 667 003)</u>	<u>(5 110 607)</u>
	<u>33 738 773</u>	<u>39 411 397</u>
<p>This loan is secured by the Swakopmund property Erf 5378 as disclosed in Note 2. The loan carries interest at prime less 1%. The loan is repayable over a period of 120 months, inclusive of a 12-month grace period on interest and 18 months grace period on capital in 102 equal monthly installments. Repayments amount to N\$ 760 000 per month.</p>		
Salambala Conservancy	622 890	-
Less: Repayable within 12 months	<u>-</u>	<u>-</u>
	<u>622 890</u>	<u>-</u>
<p>The loan is not due and repayable for a period of 15 years. The liability is secured by the right of leasehold on which the Chobe Camp is situated. Interest is payable as per the schedule of operating fees in the Joint Venture Agreement between the company and Salambala.</p>		
Group total – long-term portion	<u>181 340 358</u>	<u>117 394 971</u>
Group total – short-term portion	<u>23 498 791</u>	<u>20 603 792</u>
	<u>204 839 149</u>	<u>137 998 763</u>



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	<u>2018</u>	<u>2017</u>
	N\$	N\$
14. LONG-TERM LIABILITIES (continued)		
Group		
14.2 Ruth Albrecht Trust - Anib Lodge (Pty) Ltd	1 875 879	2 540 579
Less: Short-term portion	<u>(727 053)</u>	<u>(664 700)</u>
Group total	<u>1 148 826</u>	<u>1 875 879</u>
Total long-term portion	1 148 826	1 875 879
Total short-term portion	<u>727 053</u>	<u>664 700</u>
	<u>1 875 879</u>	<u>2 540 579</u>

The above loans bear interest at 10% fixed rate.

The monthly instalment on the Ruth Albrecht Trust loan with Anib Lodge (Pty) Ltd amounts to N\$ 72 187. The loan is repayable in 74 monthly instalments.

Ruth Albrecht Trust - Trustees
 - H Pritzen - shareholder
 - C J Gouws - shareholder and director

Subsequent to year-end as per note 2, the group was restructured. As part of this all loans were amalgamated into one facility and were included in the loans restructured to Gondwana Collection Namibia (Pty) Ltd.

15. **TRADE AND OTHER PAYABLES**

Group

Trade creditors	19 873 455	16 881 628
Salary related accruals	22 183 180	17 778 201
Value added taxation accrual	5 400 943	3 734 183
Deposits on accommodation	23 851 924	13 693 289
Bed levy accrual	739 853	625 620
Other	<u>3 649 976</u>	<u>2 858 691</u>
	<u>75 699 331</u>	<u>55 571 612</u>

The directors believe that the above amounts present the fair value of trade and other payables.



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	<u>2018</u>	<u>2017</u>
	N\$	N\$
16. TAXATION		
Group		
Namibian normal taxation		
- current	17 891 240	13 144 283
- deferred taxation	<u>4 883 958</u>	<u>9 253 970</u>
	<u>22 775 198</u>	<u>22 398 253</u>
 Reconciliation:		
Taxation at 32% on profit before tax and capital profits	22 789 050	21 728 050
Non-deductible expenses	434 985	647 542
Non-taxable income	(415 207)	(100 198)
Assessable loss utilised but not recognised	-	(25 987)
Deferred tax asset on assessable loss not recognised	1 496	-
Deferred taxation on revaluation release through depreciation	-	148 846
Capital profit	<u>(35 126)</u>	<u>-</u>
	<u>22 775 198</u>	<u>22 398 253</u>

Company

No taxation has been provided for as the company has an assessable loss of N\$ 4 674 to set off against future income.



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	<u>2018</u>	<u>2017</u>
	N\$	N\$
17. NET INCOME BEFORE FINANCIAL ITEMS		
Group		
Net income before financial items is stated after charging/(crediting):		
Auditors' remuneration	(400 000)	-
- (decrease)/increase in provision	1 124 000	750 201
- current year audit	126 986	62 000
- other services	12 397 257	13 334 711
Depreciation and amortisation		
Directors' emoluments	226 862	220 000
- for services as directors	11 280 420	8 423 844
- for other services	462 837	178 414
- special projects	(113 519)	(231 954)
Profit on sale of property, plant and equipment	-	85 912
Loss on sale of property, plant and equipment	446 388	668 400
Rent paid		
Staff related	1 980 000	-
- share incentive bonus	91 482 919	73 978 332
- normal staff costs		
The share incentive bonus relates to a resolution by the directors to acquire 300 000 shares in Gondwana Holdings Limited at N\$ 6.60 per share for employees in Gondwana Collection Namibia (Pty) Ltd. The shares were paid for and issued subsequent to year-end.		
Company		
Auditor's remuneration	1 495	-
- other services		
18. NET FINANCIAL ITEMS		
Group		
Interest received	803 553	10 578
Interest paid	(15 171 200)	(13 930 170)
	(14 367 647)	(13 919 592)



GONDWANA HOLDINGS LIMITED AND ITS SUBSIDIARIES
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	<u>2018</u>	<u>2017</u>
	N\$	N\$
19. CASH GENERATED BY OPERATIONS		
Group		
Net income before taxation and capital profits	71 215 781	67 900 155
Adjusted for:		
- dividends received	(1 297 521)	(313 118)
- depreciation and amortisation	12 397 257	13 334 711
- net interest paid	14 367 647	13 919 592
- net profit on disposal of fixed assets	(113 519)	(231 954)
- loss on disposal of fixed assets	<u>-</u>	<u>85 912</u>
	96 569 645	94 695 298
Changes in working capital:		
Increase in inventories	(2 417 821)	(926 097)
Increase in accounts receivable	(17 932 742)	(6 852 883)
Increase in accounts payable	<u>20 127 719</u>	<u>19 677 184</u>
	<u>(222 844)</u>	<u>11 898 204</u>
Cash generated by operations	<u>96 346 801</u>	<u>106 593 502</u>
Company		
Net income before taxation	104 795 326	-
Adjusted for:		
- dividends received	(104 800 000)	-
- depreciation	-	-
- net interest paid	-	-
- income on sale of asset	-	-
- loss on sale of asset	<u>-</u>	<u>-</u>
	(4 674)	-
Changes in working capital:		
Increase in inventories	-	-
Increase in accounts receivable	-	-
Increase in accounts payable	<u>-</u>	<u>-</u>
	<u>-</u>	<u>-</u>
Cash utilised by operations	<u>(4 674)</u>	<u>-</u>



GONDWANA HOLDINGS LIMITED AND ITS SUBSIDIARIES
NOTES TO THE ANNUAL FINANCIAL STATEMENTS (continued)
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	<u>2018</u>	<u>2017</u>
	N\$	N\$
20. SHARE INCENTIVE BONUS		
The company's share incentive bonus enables all employees to benefit from the performance of Gondwana Holdings Limited Group.		
A resolution was passed by the directors of Gondwana Collection Namibia (Pty) Ltd to acquire 300 000 shares in Gondwana Holdings Limited at an agreed value of N\$ 6.60 per share, to be issued in the names of the employees of Gondwana Collection Namibia (Pty) Ltd as part of a share incentive bonus.		
Total expense recognised in staff cost	<u>1 980 000</u>	<u>-</u>
21. RELATED COMPANIES' TRANSACTIONS		
Group		
Transactions with related companies:		
Ruth Albrecht Trust		
- interest paid	<u>201 552</u>	<u>258 549</u>
Naukluft Electricity Investments (Pty) Ltd		
- rent	<u>-</u>	9 961
- electricity charge	<u>1 077 070</u>	<u>816 660</u>
Fisher Quarmbly & Pfeifer		
- liquor licenses, bond registration and other	<u>1 315 242</u>	<u>25 677</u>
Gondwana Trust		
- donations	594 644	-
- vouchers	<u>182 271</u>	<u>-</u>
Vouchers have no monetary effect on the group.		



GONDWANA HOLDINGS LIMITED AND ITS SUBSIDIARIES
NOTES TO THE ANNUAL FINANCIAL STATEMENTS (continued)
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	<u>2018</u>	<u>2017</u>
	N\$	N\$
21. RELATED COMPANIES' TRANSACTIONS (continued)		
Company		
Transactions with related companies:		
Dividends received		
- Nature Investments (Pty) Ltd	<u>104 800 000</u>	<u>-</u>

Group and company

Related parties are identified as follows:

- Anib Lodge (Pty) Ltd - subsidiary
- Namib Desert Investments (Pty) Ltd - subsidiary
- Etosha Safari Lodge and Camps (Pty) Ltd - subsidiary
- Gondwana Travel Centre (Pty) Ltd - subsidiary
- Fisher Quarumby & Pfeifer - common shareholders, directors, partners
- Conserv Engineering Services CC - common shareholding, membership
- Springwater Investments (Pty) Ltd - common ultimate shareholding, directorship
- Gondwana Collections Namibia (Pty) Ltd – subsidiary
- Nature Investments (Pty) Ltd – subsidiary
- Kalizo Fishing and Photographic Safaris (Pty) Ltd – subsidiary
- Camp Chobe Safaris (Pty) Ltd – subsidiary
- Island View Lodge (Pty) Ltd - subsidiary



GONDWANA HOLDINGS LIMITED AND ITS SUBSIDIARIES
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22. CONTINGENT LIABILITIES

Group

Within the Group the following companies have signed unlimited sureties for other companies in favour of First National Bank of Namibia Limited, relating to loan facilities provided by the bank:

*Nature Investments (Pty) Ltd
 Namib Desert Investments (Pty) Ltd
 Anib Lodge (Pty) Ltd
 Etosha Safari Lodge and Camp (Pty) Ltd
 Namushasha Country Lodge (Pty) Ltd
 Canyon Investments (Pty) Ltd
 Combretum Investments (Pty) Ltd
 Oshikateko Investments (Pty) Ltd
 Gondwana Travel Centre (Pty) Ltd
 Gondwana Collection Namibia (Pty) Ltd*

Gondwana Collections Namibia (Pty) Ltd:

- *Cession and pledge over all Wesbank movable property to First National Bank Namibia Limited.*
- *Cession of book debts to First National Bank Namibia Limited.*

Namib Desert Investments (Pty) Ltd:

- *Cession of book debts to First National Bank Namibia Limited dated 20/07/2010.*

Anib Lodge (Pty) Ltd:

- *Cession of book debts to First National Bank Namibia Limited dated 20/07/2010.*

Etosha Safari Lodge and Camps (Pty) Ltd

- *Cession of book debts to First National Bank Namibia Limited dated 20/07/2010.*



GONDWANA HOLDINGS LIMITED AND ITS SUBSIDIARIES
NOTES TO THE ANNUAL FINANCIAL STATEMENTS (continued)
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23. CHANGE IN ACCOUNTING ESTIMATES

In the current year the directors reconsidered the depreciation around the building held on right of lease land.

Although there are lease periods attached as disclosed in note 2, in terms of the Communal Land Reform Act history in those areas, it is highly unlikely that control over these areas and the buildings will be lost. Thus, it was determined to consider depreciating these properties consistently with buildings and land owned by the company. As the buildings are maintained it is accepted that they do not loose value and that the realisable value is of least equal value to the carrying value, the buildings are not depreciated.

This change in accounting estimate is applied prospectively.

The estimated effect of the above is a decrease in depreciation charge of N\$ 2 613 472. The prior year depreciation charge was N\$ 1 488 201. The deferred tax effect thereon is 32%. A release of revaluation reserve to retained earnings of approximately N\$ 465 144 was thus also not accounted for.

24. FINANCIAL RISK MANAGEMENT - GROUP

24.1 Overview

In the normal course of its operations, the company is exposed to market risk (including price risk and cash flow interest rate risk), liquidity and credit risk. The company's overall risk management programme focuses on the unpredictability of financial markets and seeks to minimise potential adverse effects on the company's financial performance. The company manages these risks as follows:

a) Market risk

i) Foreign exchange risk

The group is exposed to minimal foreign exchange risk, as none of the purchases is paid for in foreign currency and revenue is general in local currency. The group has one foreign exchange account with Standard Bank of Namibia Limited. The effect of this is not considered significant.



GONDWANA HOLDINGS LIMITED AND ITS SUBSIDIARIES
NOTES TO THE ANNUAL FINANCIAL STATEMENTS (continued)
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24. **FINANCIAL RISK MANAGEMENT - GROUP (continued)**

24.1 **Overview (continued)**

a) **Market risk (continued)**

ii) **Price risk**

Based on past experience, the group experiences only inconsequential fluctuations in product prices.

Sensitivity analysis

The table below summarises the impact of increases/decreases of the average cost and selling prices of products on the group's post-tax profit for the year. The analysis is based on the assumption that cost and selling prices had increased/decreased by 10% with all other variables held constant.

	Effect on profit 2018		Effect on profit 2017	
	<u>10% increase</u>	<u>10% decrease</u>	<u>10% increase</u>	<u>10% decrease</u>
	N\$	N\$	N\$	N\$
Profit after tax	<u>18 374 732</u>	<u>(18 374 732)</u>	<u>15 625 491</u>	<u>(15 625 491)</u>

b) **Operational risk**

i) **Interest rate risk**

As the group has no significant interest-bearing assets, the group's income and operating cash flows are substantially independent of changes in market interest rates. The current accounts overdrafts at the banks attract interest at prime related rates. The long-term liabilities - unsecured attract interest at a fixed rate of 10% per annum, while secured long term liabilities attract interest at prime related rates. Other loans to related parties carry no interest.



GONDWANA HOLDINGS LIMITED AND ITS SUBSIDIARIES
NOTES TO THE ANNUAL FINANCIAL STATEMENTS (continued)
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24. **FINANCIAL RISK MANAGEMENT - GROUP (continued)**

b) Operational risk (continued)

i) Interest rate risk (continued)

<u>Group</u>	<u>2018</u>	<u>2017</u>
	N\$	N\$
First National Bank Namibia Limited /		
Standard Bank Namibia	(266 152)	-
- current accounts	(181 340 358)	(117 394 971)
Interest bearing liabilities - secured		
Interest bearing liabilities - unsecured	<u>(1 148 826)</u>	<u>(1 875 879)</u>

The group's trade and other receivables and trade and other payables do not expose the group to any significant interest rate risks due to their short-term non-interest nature.

The following table below summarises the effect interest rate for monetary financial instruments:

	<u>2018</u>	<u>2017</u>
	%	%
Current bank account	prime related	prime related
Instalment sales	prime related	prime related
Long-term liabilities - secured	prime related	prime related
Long-term liabilities - unsecured	10 % fixed	10% fixed

The increase in 100 basis points in the interest rate would affect the group's income after tax by N\$ 1 150 492 (2017: N\$ 951 148).

c) Liquidity risk

Prudent liquidity risk management implies maintaining sufficient cash and availability of funding through an adequate amount of committed credit facilities. Due to the dynamic nature of the business, the group aims at maintaining flexibility in funding by keeping committed credit lines available.

The table below analysis the group's financial liabilities into relevant maturity groupings based on the remaining period at the balance sheet at the contractual maturity date. The amounts disclosed in the table are the contractual discounted cash flows. Balances due within 12 months equal their carrying balances, as the impact of discounting is not significant.



GONDWANA HOLDINGS LIMITED AND ITS SUBSIDIARIES
NOTES TO THE ANNUAL FINANCIAL STATEMENTS (continued)
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24. **FINANCIAL RISK FACTORS - GROUP (continued)**

c) Liquidity risk (continued)

	<u>Less than 1 year</u>	<u>Between 1 and 2 years</u>	<u>Between 2 and 5 years</u>	<u>Over 5 years</u>
	N\$	N\$	N\$	N\$
At 31/10/2018				
Bank overdraft	266 152	-	-	-
Trade and other payables	75 699 331	-	-	-
Dividends payable	487 850	-	-	-
Long-term liabilities - secured and unsecured	<u>24 225 844</u>	<u>49 042 640</u>	<u>113 059 023</u>	<u>20 387 519</u>
At 31/10/2017				
Bank overdraft	-	-	-	-
Trade and other payables	55 571 612	-	-	-
Dividends payable	33 178	-	-	-
Long-term liabilities - secured and unsecured	<u>21 268 492</u>	<u>20 991 670</u>	<u>51 286 466</u>	<u>25 724 222</u>

d) Credit risk

The group has no significant concentrations of credit risk. The group has policies in place to ensure that sales of products and services are made to customers with an appropriate credit history. The group has policies that limit the amount of credit risk exposure to any one financial institution, and cash transactions are limited to high credit quality financial institutions.

The carrying amount of financial assets represents the maximum credit exposure. The maximum exposure to credit risk at the reporting date was:

	Carrying amount	
	<u>2018</u>	<u>2017</u>
	N\$	N\$
Trade and other receivables	51 359 819	33 420 511
Cash and cash equivalents	<u>91 309 091</u>	<u>32 093 378</u>
	<u>142 668 910</u>	<u>65 513 889</u>

The group's standard credit terms are 30 days after statement.



GONDWANA HOLDINGS LIMITED AND ITS SUBSIDIARIES
NOTES TO THE ANNUAL FINANCIAL STATEMENTS (continued)
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24. **FINANCIAL RISK FACTORS - GROUP (continued)**

d) Credit risk (continued)

The ageing of the components of trade receivables at year-end was:

	Gross	Impairment	Gross	Impairment
	<u>2018</u>	<u>2018</u>	<u>2017</u>	<u>2017</u>
	N\$	N\$	N\$	N\$
Trade debtors				
Not past due	21 116 415	-	18 724 734	-
Past due 0-30 days	12 725 945	-	6 817 946	-
Past due 31-365 days	1 955 843	-	971 454	-
More than 1 year	-	-	-	-
Total	<u>35 798 203</u>	<u>-</u>	<u>26 514 134</u>	<u>-</u>

Based on past experience, the group believes that no impairment is required in respect of debtors that are past due.

The group has not renegotiated the term of receivables and does not hold any collateral or guarantees as security.

Financial assets

The group limits its exposure to credit risk by investing in high-quality credit worthy counterparties. Given these high credit ratings, the directors do not expect any counterparty to fail to meet its obligations.

Credit quality of financial assets

The credit quality of financial assets that are neither past due nor impaired can be assessed by reference to external credit ratings (if available) or to historical information about counterparty default rates.



GONDWANA HOLDINGS LIMITED AND ITS SUBSIDIARIES
NOTES TO THE ANNUAL FINANCIAL STATEMENTS (continued)
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24. FINANCIAL RISK MANAGEMENT - GROUP (continued)

24.2 Fair value estimation

In assessing the fair value of financial instruments, the group uses a variety of methods and makes assumptions that are based on market conditions existing at each balance sheet date. Quoted market prices for the specific or similar instruments are used for long-term debt, where applicable.

The nominal value less impairment provision of trade receivables and payables are assumed to approximate their fair values. The fair value of financial liabilities for disclosure purposes is estimated by discounting the future contractual cash flows at the current market interest rate that is available to the group for similar financial instruments.

24.3 Capital risk management

The group's objectives when managing capital are to safeguard the group's ability to continue as a going concern in order to provide returns for shareholders and benefits for other stakeholders and to maintain an optimal capital structure to reduce the cost of capital.

In order to maintain or adjust the capital structure, the group may adjust the amount of dividends paid to shareholders, repayment of shareholders loans, issue new shares or sell assets to reduce debt.

24. FINANCIAL RISK MANAGEMENT - COMPANY

24.1 Overview

In the normal course of its operations, the company is exposed to market risk (including price risk and cash flow interest rate risk), liquidity and credit risk. The company's overall risk management programme focuses on the unpredictability of financial markets and seeks to minimise potential adverse effects on the company's financial performance. The company manages these risks as follows:

a) Market risk

i) Foreign exchange risk

The company is not exposed to foreign exchange risk, as none of the purchases is paid for in foreign currency and revenue is general in local currency.

ii) Price risk

Based on past experience, the company experiences only inconsequential fluctuations in product prices.



GONDWANA HOLDINGS LIMITED AND ITS SUBSIDIARIES
NOTES TO THE ANNUAL FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 31 OCTOBER 2018
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24. FINANCIAL RISK MANAGEMENT - **COMPANY** (continued)

24.1 Overview (continued)

a) **Market risk (continued)**

Sensitivity analysis

The table below summarises the impact of increases/decreases of the average cost and selling prices of products on the company's post-tax profit for the year. The analysis is based on the assumption that cost and selling prices had increased/decreased by 10% with all other variables held constant

	Effect on profit 2018		Effect on profit 2017	
	<u>10% increase</u>	<u>10% decrease</u>	<u>10% increase</u>	<u>10% decrease</u>
	N\$	N\$	N\$	N\$
Profit after tax	<u> -</u>	<u> -</u>	<u> -</u>	<u> -</u>

b) **Operational risk**

i) **Interest rate risk**

The loan accounts and the current accounts at First National Bank Namibia Limited attract interest at prime related rates. The related company accounts are interest-free.

	<u>2018</u>	<u>2017</u>
	N\$	N\$
Effect of increase/decrease in income as a result of a change of 100% basis points. This includes banks only	<u>96</u>	<u> -</u>



GONDWANA HOLDINGS LIMITED AND ITS SUBSIDIARIES
NOTES TO THE ANNUAL FINANCIAL STATEMENTS (continued)
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24. **FINANCIAL RISK FACTORS - COMPANY (continued)**

b) Operational risk (continued)

	<u>2018</u>	<u>2017</u>
	N\$	N\$
First National Bank Namibia Limited	-	-
- current account overdrafts	-	-
Subsidiaries' accounts - net	172 161 839	-
Interest bearing liabilities - secured	<u>-</u>	<u>-</u>

The company's trade and other receivables and trade and other payables do not expose the company to any significant interest rate risks due to their short-term non-interest nature.

Loans to subsidiaries are of a long-term nature and are not included in the above, as they do not attract interest.

The following table below summarises the effect interest rate for monetary financial instruments:

	<u>2018</u>	<u>2017</u>
	%	%
Current bank account	prime related	-
Related company accounts	0%	-

Related company accounts bear no interest. In the prior year certain loans attracted interest at a fixed rate of 0%.

c) Liquidity risk

Prudent liquidity risk management implies maintaining sufficient cash and availability of funding through an adequate amount of committed credit facilities. Due to the dynamic nature of the business, the company aims at maintaining flexibility in funding by keeping committed credit lines available.



GONDWANA HOLDINGS LIMITED AND ITS SUBSIDIARIES
NOTES TO THE ANNUAL FINANCIAL STATEMENTS (continued)
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24. **FINANCIAL RISK FACTORS - COMPANY (continued)**

c) Liquidity risk (continued)

The table below analysis the company's financial liabilities into relevant maturity groupings based on the remaining period at the balance sheet at the contractual maturity date. The amounts disclosed in the table are the contractual discounted cash flows. Balances due within 12 months equal their carrying balances, as the impact of discounting is not significant.

	<u>Less than 1 year</u>	<u>Between 1 and 2 years</u>	<u>Between 2 and 5 years</u>	<u>Over 5 years</u>
	N\$	N\$	N\$	N\$
At 31/10/2018				
Bank overdraft	-	-	-	-
Dividends payable	487 850	-	-	-
Interest bearing liabilities - unsecured	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
At 31/10/2017				
Bank overdraft	-	-	-	-
Trade and other payables	-	-	-	-
Dividends payable	-	-	-	-
Interest bearing liabilities - unsecured	-	-	-	-
Interest bearing liabilities - secured	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

GONDWANA HOLDINGS LIMITED AND ITS SUBSIDIARIES
NOTES TO THE ANNUAL FINANCIAL STATEMENTS (continued)
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24. FINANCIAL RISK FACTORS - **COMPANY** (continued)

d) **Credit risk**

The company has no significant concentrations of credit risk. The company has policies in place to ensure that sales of products and services are made to customers with an appropriate credit history. The company has policies that limit the amount of credit risk exposure to any one financial institution, and cash transactions are limited to high credit quality financial institutions.

The carrying amount of financial assets represents the maximum credit exposure. The maximum exposure to credit risk at the reporting date was:

	Carrying amount	
	<u>2018</u>	<u>2017</u>
	N\$	N\$
Trade and other receivables	-	-
Cash and cash equivalents	<u>9 641</u>	<u>-</u>
	<u>9 641</u>	<u>-</u>

Included in trade debtors are related party balances as disclosed in the financial statements. These are however not considered material and have been included in the balances above.

Based on past experience, the company believes that no allowance is required in respect of debtors that are past due.

The company has not renegotiated the term of receivables and does not hold any collateral or guarantees as security.

Financial assets

The company limits its exposure to credit risk by investing in high-quality credit worthy counterparties. Given these high credit ratings, the directors do not expect any counterparty to fail to meet its obligations.

Credit quality of financial assets

The credit quality of financial assets that are neither past due nor impaired can be assessed by reference to external credit ratings (if available) or to historical information about counterparty default rates.



GONDWANA HOLDINGS LIMITED AND ITS SUBSIDIARIES
NOTES TO THE ANNUAL FINANCIAL STATEMENTS (continued)
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24. FINANCIAL RISK FACTORS - COMPANY (continued)

24.2 Fair value estimation

In assessing the fair value of financial instruments, the company uses a variety of methods and makes assumptions that are based on market conditions existing at each balance sheet date. Quoted market prices for the specific or similar instruments are used for long-term debt, where applicable.

The nominal value less impairment provision of trade receivables and payables are assumed to approximate their fair values. The fair value of financial liabilities for disclosure purposes is estimated by discounting the future contractual cash flows at the current market interest rate that is available to the company for similar financial instruments.

24.3 Capital risk management

The company's objectives when managing capital are to safeguard the company's ability to continue as a going concern in order to provide returns for shareholders and benefits for other stakeholders and to maintain an optimal capital structure to reduce the cost of capital.

In order to maintain or adjust the capital structure, the company may adjust the amount of dividends paid to shareholders, repayment of shareholders loans, issue new shares or sell assets to reduce debt.

25. CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. Please refer to note 23 for changes in estimates this year affecting the financial statements.

26. CAPITAL COMMITMENTS

The King Nehale project has commenced. Total budget to complete is N\$ 85 000 000 up to middle 2020. Although no contract has been signed for this amount, it is considered committed as the project has commenced.

The following have been authorized in terms of a capital budget, but have not been committed in terms of any agreements with external parties:

Namushasha roofs	2 000 000
SSC Butchery renovations	9 000 000
Chobe River Villa renovations	2 400 000
Namib Desert Lodge pods	6 000 000
Camping to go project	6 000 000
New lodge developments	41 600 000
Divundu project	12 000 000
Schedules tours	3 400 000

27. SUBSEQUENT EVENTS

Please refer to the directors' report for subsequent events.



GONDWANA HOLDINGS LIMITED AND ITS SUBSIDIARIES
 COMPANY DETAILED INCOME STATEMENT
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	<u>2018</u>	<u>2017</u>
	N\$	N\$
INCOME		
Dividends received	<u>104 800 000</u>	<u>-</u>
 EXPENDITURE		
Auditor's remuneration	1 495	-
- other services	2 810	-
Secretarial services	<u>369</u>	<u>-</u>
Bank charges	<u>4 674</u>	<u>-</u>
 NET INCOME FOR THE YEAR BEFORE TAXATION	<u><u>104 795 326</u></u>	<u><u>-</u></u>

GONDWANA HOLDINGS LIMITED AND ITS SUBSIDIARIES
TAXATION COMPUTATION
FOR THE YEAR ENDED 31 OCTOBER 2018
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N\$

NET INCOME AS PER INCOME STATEMENT

104 795 326

Less: Dividends received

104 800 000

TAXATION LOSS FOR THE YEAR

4 674

ASSESSABLE TAXATION LOSS CARRIED FORWARD

4 674