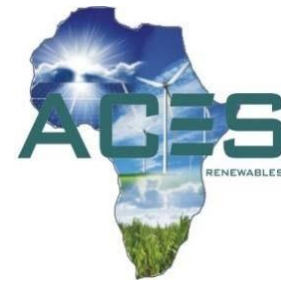




AFRICA CLEAN ENERGY SOLUTIONS LIMITED

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



ABRIDGED AUDITED CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2021

DIRECTORS' COMMENTARY & COMPANY OVERVIEW

Publication of financial results have been delayed mainly due to the impact of the Covid-19 pandemic. The pandemic also had an impact on the performance of the Company in bringing its projects closer to closure.

As our projects are in the development stage, the need to utilize cash will continue. In order to generate cash for development and working capital purposes, the board of Africa Renewable Clean Power (Pty) Ltd, a subsidiary of ACES Renewables, supported by the Company's board, decided to dispose of the investments held in Namibia after having received an attractive offer from the Namibia Infrastructure Investment Company. This transaction was concluded in September 2021.

The Group is on a fund-raising exercise and has employed a Canadian Company, The Collins Group Inc, to assist in this endeavor.

As is the case with long-term projects such as our South African, Ugandan, and Kenyan plants, the Company's profitability will increase once each of the projects reach financial close. The fund-raise is specifically designed to raise working capital and the equity contribution to finance the project.

The opening of the South African Market to private participants in the energy field has resulted in a substantial increase in enquiries and quotations being generated after the year end. During the 2021 financial year the Group was appointed to install 1,1 MW of roof top energy for a total income of R11,6 million.

During the year income was generated in the form of management fees received from the subsidiaries and associates of ACES Renewables. This will continue as we move forward and increase as the projects progress.

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	Audited as at 30 June 2021	Audited as at 30 June 2020
	US\$	US\$
ASSETS		
Non Current Assets		
Unlisted investments	-	1,071,580
Goodwill	-	11,283
Property, plant and equipment	968	870
Loans to related parties	2,332,841	1,779,596
Total non current assets	2,333,809	2,863,329
Current Assets		
Loans to related parties	5,264	44,507
Cash and cash equivalents	111,752	26,844
Total current assets	117,016	71,351
Non current assets classified as held for sale	1,170,294	-
Total assets	3,621,119	2,934,680
EQUITY AND LIABILITIES		
Equity		
Stated capital	3,407,721	3,247,721
Equity component of convertible loan	31,286	32,995
Subscription monies received in advance	-	140,000
Foreign currency translation reserve	79,764	5,479
Financial assets at fair value through other comprehensive income reserve	(93,066)	-
Accumulated loss	(1,654,286)	(1,745,607)
Equity attributable to owners of the parent	1,771,419	1,680,588
Non-controlling interest	(48,345)	(67,824)
Total equity	1,723,074	1,612,764
Non current Liabilities		
Borrowings	-	389
Current Liabilities		
Borrowings	17,507	13,232
Accruals and payables	1,563,183	1,129,113
Amounts payable to related parties	317,355	179,182
Total liabilities	1,898,045	1,321,916
Total equity and liabilities	3,621,119	2,934,680
Number of shares in issue	29,275,770	29,115,770
Net asset value per share	0.0605	0.0577

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	Audited for the year ended 30 June 2021	Audited for the year ended 30 June 2020
INCOME	US\$	US\$
Interest on loan	182,446	38,945
Dividend income and management fees	223,675	-
Other income	7,477	-
Gain on loss of control of subsidiary	-	89,916
Exchange gains	416,207	20,879
	829,805	149,740
EXPENSES		
Professional fees	(74,297)	(109,526)
Audit fees	(53,317)	(39,045)
Directors' fees	(343,155)	(149,000)
Impairment of loans receivable	(68,102)	-
Accounting fees	(75,367)	(41,868)
Bank charges	(1,060)	(3,282)
Interest expenses	(14,031)	(26,186)
Consulting fees	(24,256)	(49,721)
Goodwill written off	(11,283)	(601,968)
Share of loss of associated companies	-	(4,445)
Other operating expenses	(42,232)	(27,712)
	(707,100)	(1,052,753)
Profit (loss) before taxation	122,705	(903,013)
Taxation	-	-
Profit (loss) for the year	122,705	(903,013)
Other comprehensive (loss) profit for the year	(30,686)	4,255
Total comprehensive profit (loss) for the year	92,019	(898,758)
Profit (loss) attributable to:		
Non-controlling interests	31,384	(28,604)
Owners of the company	91,321	(874,409)
	122,705	(903,013)
Total comprehensive profit (loss) attributable to:		
Non-controlling interests	19,479	(28,540)
Owners of the company	72,540	(870,218)
	92,019	(898,758)
Weighted average number of shares	29,262,181	27,115,240
Basic earnings (loss) per share	0.0031	(0.0322)

CONSOLIDATED STATEMENT OF CASH FLOWS

	Audited for the year ended to 30 June 2021	Audited for the year ended to 30 June 2020
	US\$	US\$
Net cash generated from (used in) operating activities	109,861	(270,859)
Net cash flows used in investing activities	(119,692)	(169,180)
Net cash flows generated from financing activities	94,739	462,334
Net increase in cash and cash equivalents	84,908	22,295
Cash and cash equivalents at beginning of period	26,844	4,549
Cash and cash equivalents at end of period	111,752	26,844

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

2020	Stated capital	Equity component of convertible loan	Subscription monies received in advance	Financial assets at fair value through other comprehensive income reserve	Foreign currency translation reserves	Accumulated loss	Equity attributable to owners of the company	Non-controlling interest	Total equity
	US\$	US\$	US\$	US\$	US\$	US\$	US\$	US\$	US\$
Balance at 01 July 2019	938,635	32,083	-	-	1,288	(871,198)	100,808	(168,384)	(67,576)
Loss for the year	-	-	-	-	-	(874,409)	(874,409)	(28,604)	(903,013)
Foreign currency translation reserves	-	-	-	-	4,191	-	4,191	64	4,255
Total comprehensive loss for the year	-	-	-	-	4,191	(874,409)	(870,218)	(28,540)	(898,758)
Adjustment arising on loss of control of subsidiary	-	-	-	-	-	-	-	27,384	27,384
Issue of shares	2,309,086	-	-	-	-	-	2,309,086	-	2,309,086
Non controlling interest arising on business combination	-	-	-	-	-	-	-	101,716	101,716
Subscription monies for shares	-	-	140,000	-	-	-	140,000	-	140,000
Equity component of convertible loan	-	912	-	-	-	-	912	0	912
Balance at 30 June 2020	3,247,721	32,995	140,000	-	5,479	(1,745,607)	1,680,588	(67,824)	1,612,764

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	2021	Stated capital	Equity component of convertible loan	Subscription monies received in advance	Financial assets at fair value through other comprehensive income reserve	Foreign currency translation reserves	Accumulated loss	Equity attributable to owners of the company	Non-controlling interest	Total equity
		US\$	US\$	US\$	US\$	US\$	US\$	US\$	US\$	US\$
Balance at 01 July 2020		3,247,721	32,995	140,000	-	5,479	(1,745,607)	1,680,588	(67,824)	1,612,764
Profit for the year		-	-	-	-	-	91,321	91,321	31,384	122,705
Other comprehensive income		-	-	-	(93,066)	74,285	-	(18,781)	(11,905)	(30,686)
Total comprehensive income for the year		-	-	-	(93,066)	74,285	91,321	72,540	19,479	92,019
Issue of shares		160,000	-	-	-	-	-	160,000	-	160,000
Transfer to stated capital		-	-	(140,000)	-	-	-	(140,000)	-	(140,000)
Equity component of convertible loan		-	(1,709)	-	-	-	-	(1,709)	-	(1,709)
Balance at 30 June 2021		3,407,721	31,286	-	(93,066)	79,764	(1,654,286)	1,771,419	(48,345)	1,723,074

NOTES:

- The Company is required to publish the abridged audited consolidated financial statements (“**abridged audited financial statements**”) for the year ended 30 June 2021 in terms of Listing Rule 12.14 of the SEM and Section 88(1) of the Mauritian Securities Act 2005. These abridged audited financial statements have been prepared in accordance with the measurement and recognition requirements of IFRS, the SEM Listing Rules and the Mauritian Securities Act 2005, using the same accounting policies as those of the audited financial statements for the period ended 30 June 2020.
- The Company’s external auditors, BDO & Co have issued an unmodified audit opinion on the consolidated financial statements for the year ended 30 June 2021. These abridged audited financial statements were approved by the Board of Directors on 21 February 2022.
- No dividends were declared or paid to shareholders during the financial year ended 30 June 2021.
- Copies of the abridged audited financial statements and the Statement of direct and indirect interests of each officer of the company, are available free of charge, upon request at the Registered Office of the company at c/o Intercontinental Trust Limited, Level 3, Alexander House, 35 Cybercity, Ebene 72201, Mauritius. Contact Person: Mrs Smitha Algoo-Bissonauth.
- This communiqué is issued pursuant to SEM Listing Rules 11.3 and 12.14 and Section 88 of the Mauritian Securities Act 2005. The Board accepts full responsibility for the accuracy of the information contained in this communiqué.
- The detailed annual financial statements will be distributed to shareholders on 28 February 2022 with a notice of shareholders meeting to approve the annual financial statements to be held on 7 April 2022 at 11 am Mauritian time.

By order of the Board

Intercontinental Trust Limited
Company Secretary

21 February 2022

For further information, please contact:

SEM Authorised Representative & Sponsor



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Company Secretary



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