Condensed, Un-Audited

Interim Financial Statements

for the 6 months ended 31 August 2023

ALTVEST CAPITAL LIMITED
Registration Number: 2021/540736/06
(Incorporated in South Africa)
(ISIN: ZAE400000143)
(Share Code: 4AAVC)

Class A Preferred Ordinary Shares: ISIN: ZAE400000168, Share Code: 4AVUMG
Class B Preferred Ordinary Shares: ISIN: ZAE400000176, Share Code: 4AVBAM
Class C Preferred Ordinary Shares: ISIN: ZAE400000192, Share Code: 4ACOF

("Altvest") and its subsidiaries (Registration no: 2021/540736/06)

general **information**

Country of incorporation:	Republic of South Africa
Nature of business and principal activities:	Investment holding as principal, and all business related thereto.
Directors:	WG Wheatley SC Masie NB Khumalo J Baynham F Mukaddam HP Barnhoorn GM Alcock KS Sithole JCH Geyer
Registered office and business address:	Block B 66 Rivonia Road Chislehurston Sandton 2196
Postal address:	Block B 66 Rivonia Road Chislehurston Sandton 2196
Company registration number:	2021/540736/06
Auditors:	BDO South Africa (figures as at 28 February 2023 were audited by Deloitte and Touche Registered Auditors and BDO were appointed on 31st October 2023)
Level of assurance:	These interim financial statements have not been audited. Prior year comparable figures were audited by Deloitte & Touche Registered Auditors
Published:	3 November 2023

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highlights and lowlights

FINANCIAL PERFORMANCE

The group recorded a **POSITIVE** NAV and EPS

Total income for the period exceeded **R77 MILLION**

MAR 2021
Incorporation of Altvest

FEB 2022
Financial year end

APR 2022
Fully subscribed capital raise concluded

MAY 2022
Listing on CTSE

SEP 2022
Listing of Umganu Lodge Pref Ord Shares on CTSE

OCT 2022
First AGM concluded, approval on all resolutions. Interim results published

NOV 2022
Bambanani listing announced

INVESTMENT UPDATES

We have received contractual commitments for more than **R156 million** into ACOF

Bambanani Restaurant successfully raised **R12.5 million** for its first expansion phase

NUMBER OF LISTINGS BELOW EXPECTATION

Given the complexity of ACOF's launch, management accept that this is the only new listing in the reporting period. In future periods, Altvest expects to revert to the long-term forecast of 6-8 new listings a year

DEC 2022
Listing of Bambanani
The DMTN program for ACOF is approved by the CTSE

MAR 2023
Launch of Altvest Securities Platform and Bookbuild functionality for all Altvest opportunities

APR 2023
Launch of Altvest Retirement Annuity

MAY 2023
Altvest publish annual financial statements
Altvest win Environmental Finance's Sustainable Investment Awards 2023 : ESG investment initiative of the year, Africa

JUL 2023
Altvest wins International Finance Award, Most innovative Alternative investment platform

AUG 2023
Launch of ACOF Bookbuild: Class C Preferred Ordinary Shares

CASH FLOW AND PROFITABILITY

Altvest is currently cash flow negative, which aligns with forecasts. Funding from the founders will be required for a few more months. However, the successful launch of ACOF is expected to allow for significant revenue generation

We have extensively invested in the business and are confident that the progress of ACOF and executing the expected increase of equity listings will result in cash generation and profitability

STRATEGIC UPDATE FROM CEO

FOR THE PERIOD 1 MARCH 2023 TO 31 AUGUST 2023

Dear Stakeholders,

I am pleased to present a strategic update for Altvest covering the period from 1 March 2023, to 31 August 2023. It's been a period of growth, adaptability, and advancement for our company, and I am honoured to share with you some of the key milestones we have achieved. This report aims to update all stakeholders on both the progress made so far, as well as our ambitions for the years ahead.

Altvest is an investment holding company focusing on initiatives to support SMEs and women-owned businesses in South Africa and broaden access to financial markets for ordinary investors.

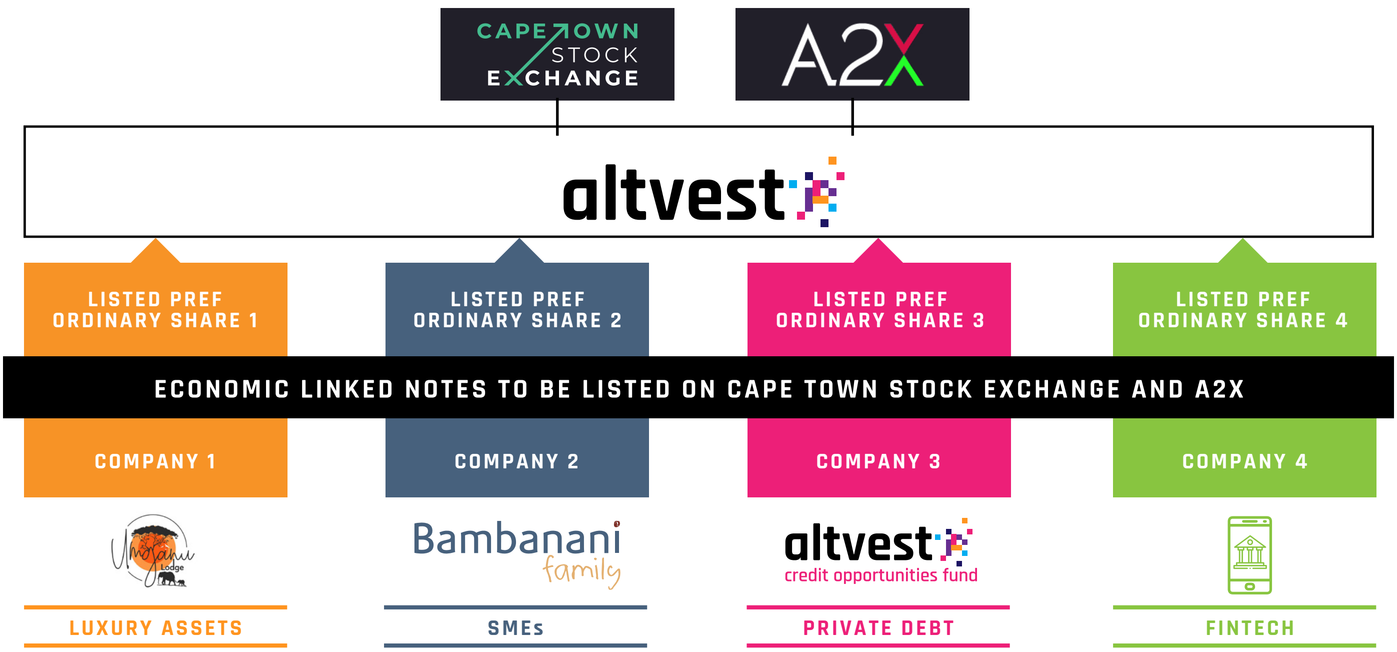
Altvest was incorporated in March 2021 and is listed on the Cape Town Stock Exchange (CTSE) on 5 May 2022 and A2X on 6 September 2022.

We provide the following services and products:

- Low-cost alternative investments to retail and institutional investors;
- A range of investment products for retail and institutional investments (retirement annuities/pooled portfolios etc.);
- Asset management, advisory and intermediary services to institutional investors;
- Equity and debt funding solutions to SMEs.

We are a disruptive platform that seeks to bring bespoke investment opportunities to everyday investors via a unique mix of traditional and digital media platforms. Altvest acquires stakes in qualifying entities, funded by listing Prefered Ordinary Shares. Investors in these Preferred Ordinary Shares gain ownership exposure to the economics of the underlying businesses and access to a liquid secondary marketplace.

The structure can be depicted as follows:



Update on Altvest Financial performance for the 6 months ending 31 August 2023:

Summarised Statement of Profit or Loss and Other Comprehensive Income:

	Un-audited 31 August 2023 (6 months) R	Un-audited 31 August 2022 (6 months) R
Total Income	77,002,436	2,362,093
Total Expenses	(13,840,814)	(30,788,405)
Net profit / (Loss) after taxation	**63,163,185**	**(28,426,312)**

For the 6-month period ended 31 August 2023, Altvest recorded a profit of approximately R63 million. This was driven primarily by a once-off fair value gain on our investment into the Altvest Credit Opportunities Fund ("ACOF") of approximately R75 million.

ACOF was incubated within Altvest, and this gain results from the once off remeasurement of ACOF after the listing of the Preferred Ordinary Shares Class C ("Class C") on the CTSE. The once-off valuation of ACOF is supported by pre and post money valuations calculated by independent 3rd party valuation experts and is consistent with the fully approved listing documents for the Class C linked to ACOF.

Although the prior corresponding period is reflected above, it may not be appropriate to compare the two periods. The prior period contained significant once-off expenses pursuant to the initial listing and incorporation of Altvest Capital, and the profit in this period is driven largely by the once-off fair value gain on the ACOF investment.

Income:

Total income for the current period amounted to approximately R77 million. Income can be broken down into the following drivers:

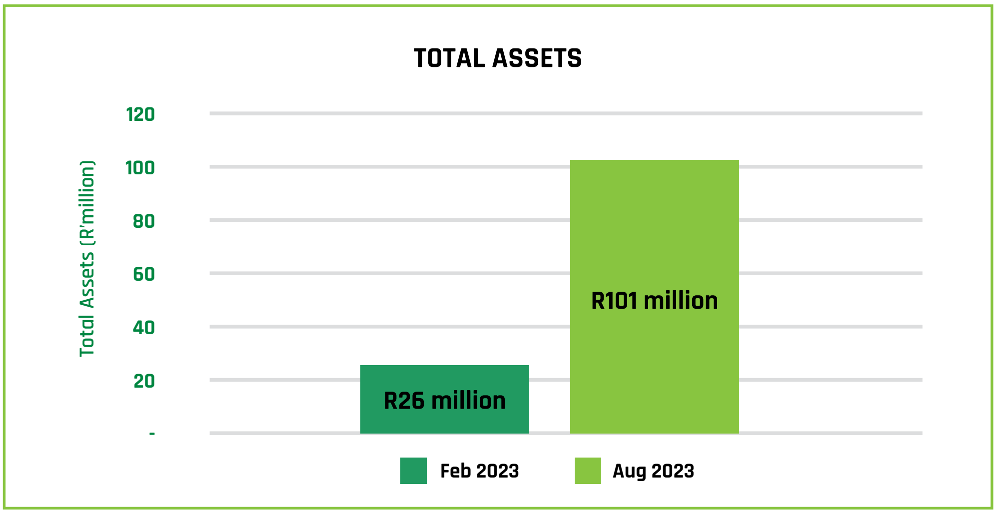
	Un-audited 31 August 2023 (6 months) R
Fees earned	1,563
Fair value gain on investments designated at fair value through profit or loss	75,020,000
Interest income received	1,597
Foreign currency gains	517
Fair value gain on financial liabilities designated at fair value through profit or loss	1,980,322
Total Income	**77,003,999**

Given the complexity, size and anticipated value created from ACOF's launch, it was the only new equity listing in the reporting period. In future periods, we expect to execute against the strong pipeline of prospective investment assets and revert to the long-term forecast of 6-8 new listings a year, driving revenues from capital raising and advisory fees and broadening the range of sectors accessible to investors under the Altvest banner.

In future periods, Altvest expects to receive the following fees as Fund Manager of ACOF:

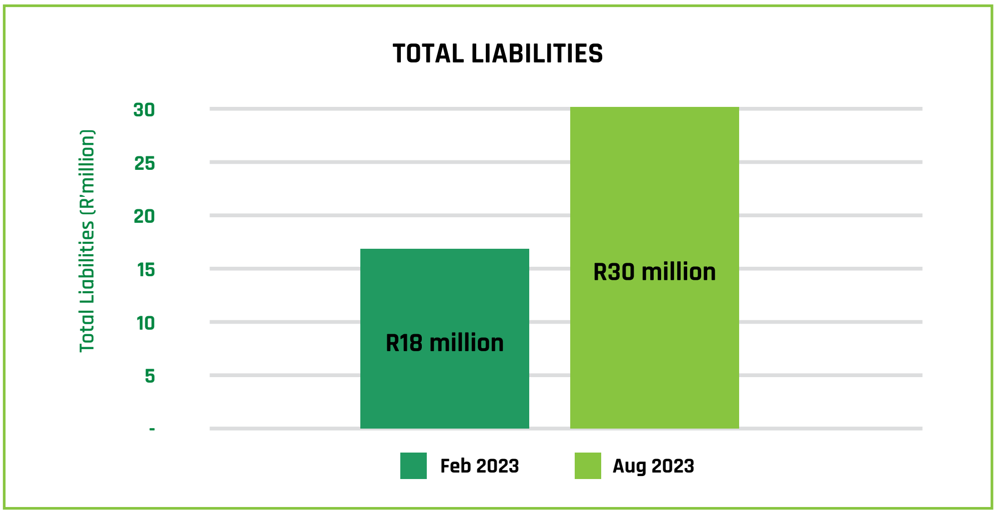
- 2% of Assets under Management p.a.;
- 40% of the upfront fee levied to borrowers on loan disbursement to facilitate the loan origination, evaluation, disbursement and monitoring, including the cost of external service providers.

Balance Sheet Analysis



*Rounded to nearest R'million.

For the reporting period, total assets increased by approximately R75 million (from approximately R26 million in February 2023 to R101 million in August 2023). This increase is primarily attributable to the once-off fair value remeasurement of ACOF (incubated within Altvest), from zero at the previous period to its fair value of R75,020,000 after the listing of its Preferred Ordinary Shares on the CTSE.



*Rounded to nearest R'million.

For the period, total liabilities increased by approximately R12 million. The primary drivers of this value comprise of shareholder loans, trade and other payables, deferred tax and the issuances of Preferred Ordinary Shares.

Shareholder loans

Altvest is currently cash flow negative (in line with forecasts) and is being funded by the founding shareholders. Shareholder loans amounting to R5,509,854 were utilised for ongoing operational expenses and to finance establishment expenses associated with new business initiatives. Upon the conclusion of initial setup activities for Altvest and its associated growth initiatives (planned to conclude by the next reporting period), Altvest will possess the necessary infrastructure to commence sufficient revenue generation through the following income streams:

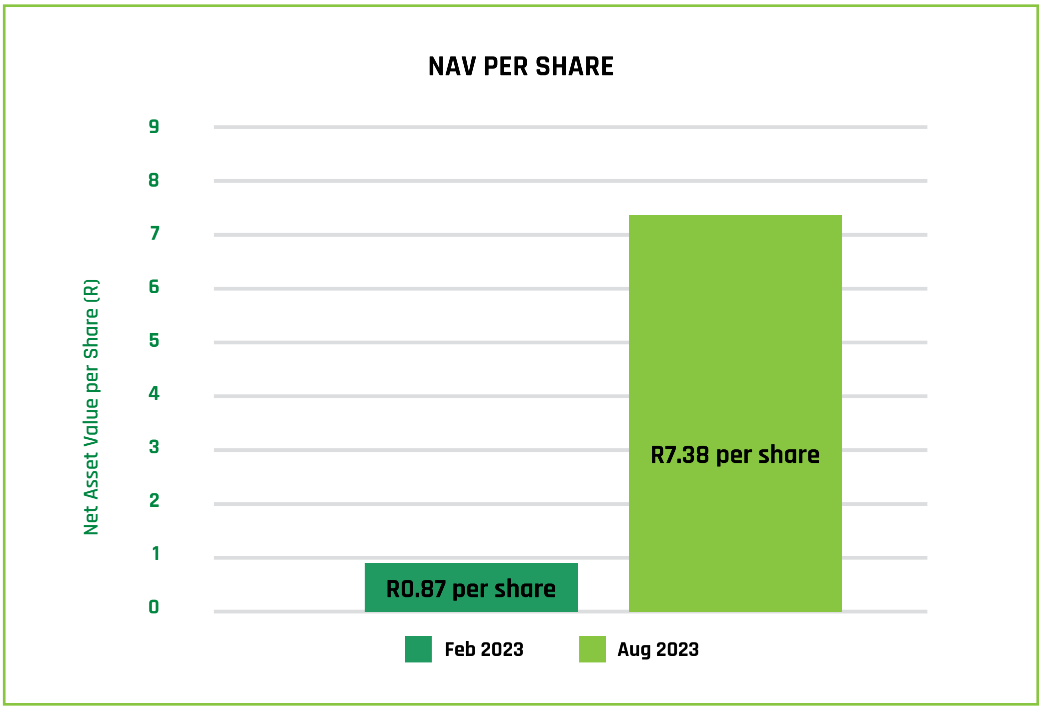
- 6-8 new listings a year;
- Business optimisation and management fees on investment entities listed;
- Capital raising fees on new listings;
- Bookbuild fees on new capital raises;
- Asset management fees on funds managed.

Issuance of Preferred Ordinary Shares

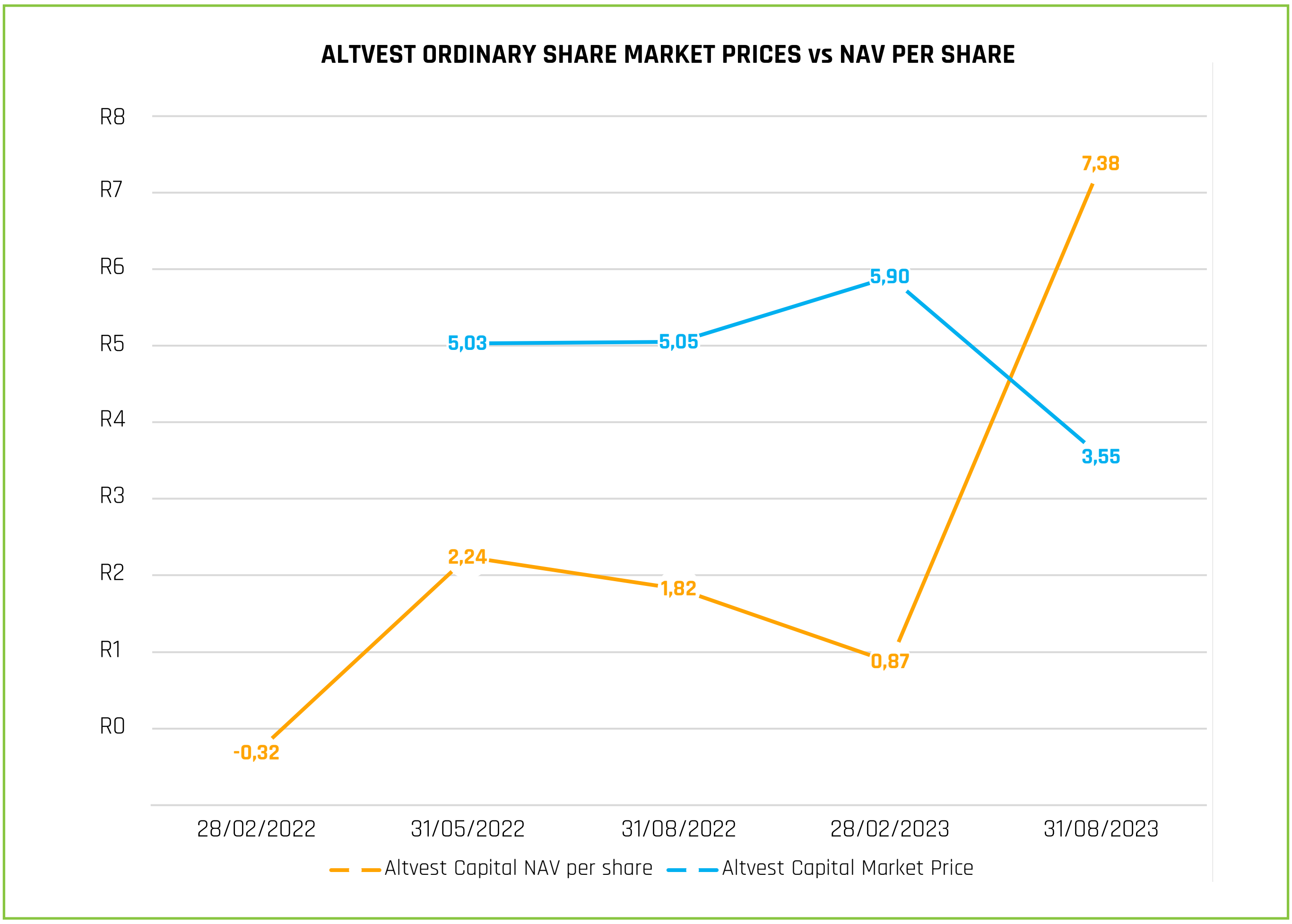
Financial liabilities designated at fair value through profit or loss increased by R2,574,308 through the issuance of Preferred Ordinary Shares. At the publication date of this report, Altvest had substantively concluded its capital raising for both Umganu Lodge and Bambanani, with the capital raise for ACOF forecasted to be ongoing over the next five years.

Equity

For the period, equity increased by approximately R62 million (from approximately R9 million in February 2023 to approximately R71 million in August 2023), driven by the profit earned which was ultimately driven by the once-off fair value gain on ACOF.



For the period, the NAV per share increased by R6,51 (from R0,87 to R7,38). The NAV per share for Altvest can be tracked in the following graph below:



Altvest has shifted in this reporting period from trading at a premium to NAV per share to trading at a discount. Other internally generated assets including media reach, brand, networks, and intangible assets remain unrecognised in the computation of NAV per share.

Cash flow

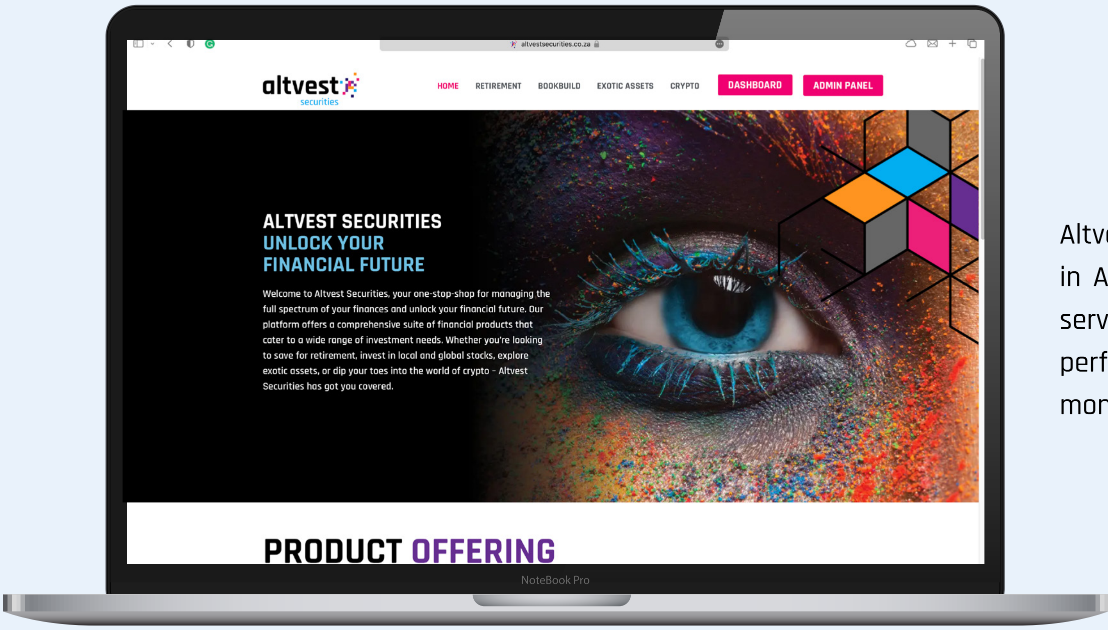
Cash flow remains a challenge and funding from the founders will be required for a few more months. The successful launch of Altvest Credit Opportunities Fund will however allow for immediate revenue generation. We anticipate total revenue of at least R3 million before the end of the financial year, driven largely by fee income generated from ACOF.

Conclusion

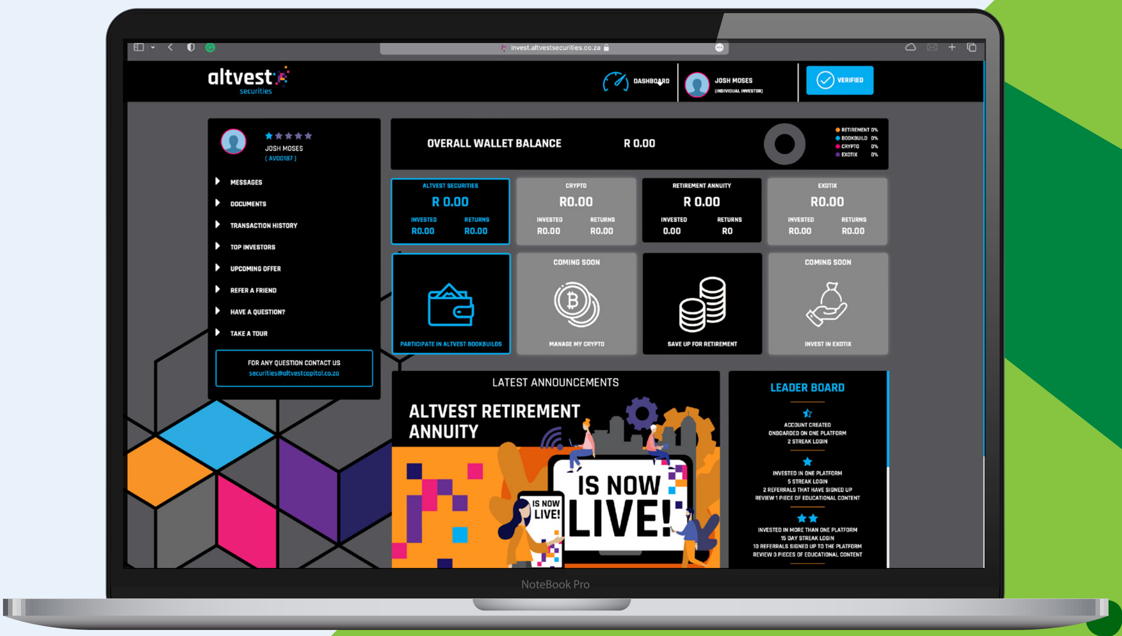
Notwithstanding the significant value generated in the past 6 months, Altvest continues to face short-term liquidity pressure as it scales and drives towards being cashflow positive. We have invested in capital raising capabilities and are confident that the progress of ACOF and executing the expected cadence of equity listings will result in cash generation and profitability for the business. Until such time, the founding shareholders have committed to continue funding the working capital requirements.

Altvest Securities Operations and Performance Report

Altvest Securities (a juristic representative of FAIS IT Solutions (Pty) Ltd, FSP45810) is an operational subsidiary of Altvest and serves as digital platform enabling our clients to invest in alternative investments. This aligns with our vision to democratise alternative assets and bring the opportunities traditionally reserved for select few to a broader audience.



Altvest Securities launched in April 2023 and the below serves as an overview of our performance over the last 6 months.



KEY PERFORMANCE METRICS (APR - SEP 2023):

330+
CLIENTS ONBOARDED

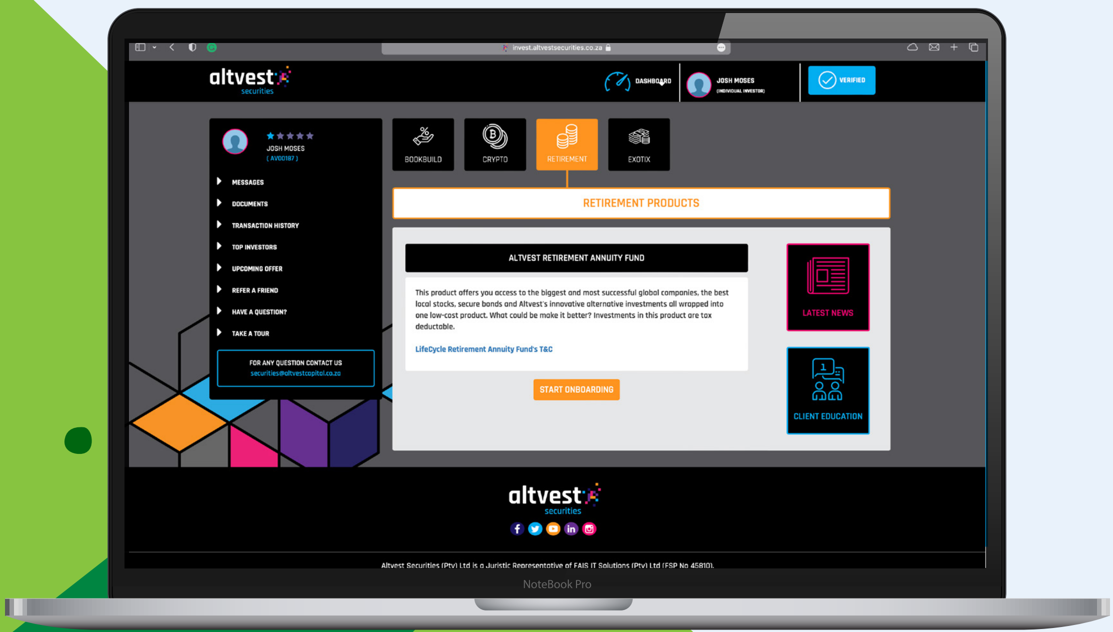
Altvest Retirement Annuity
Assets Under Management (AUM): Over R1,3M
Client Base: Approximately 40

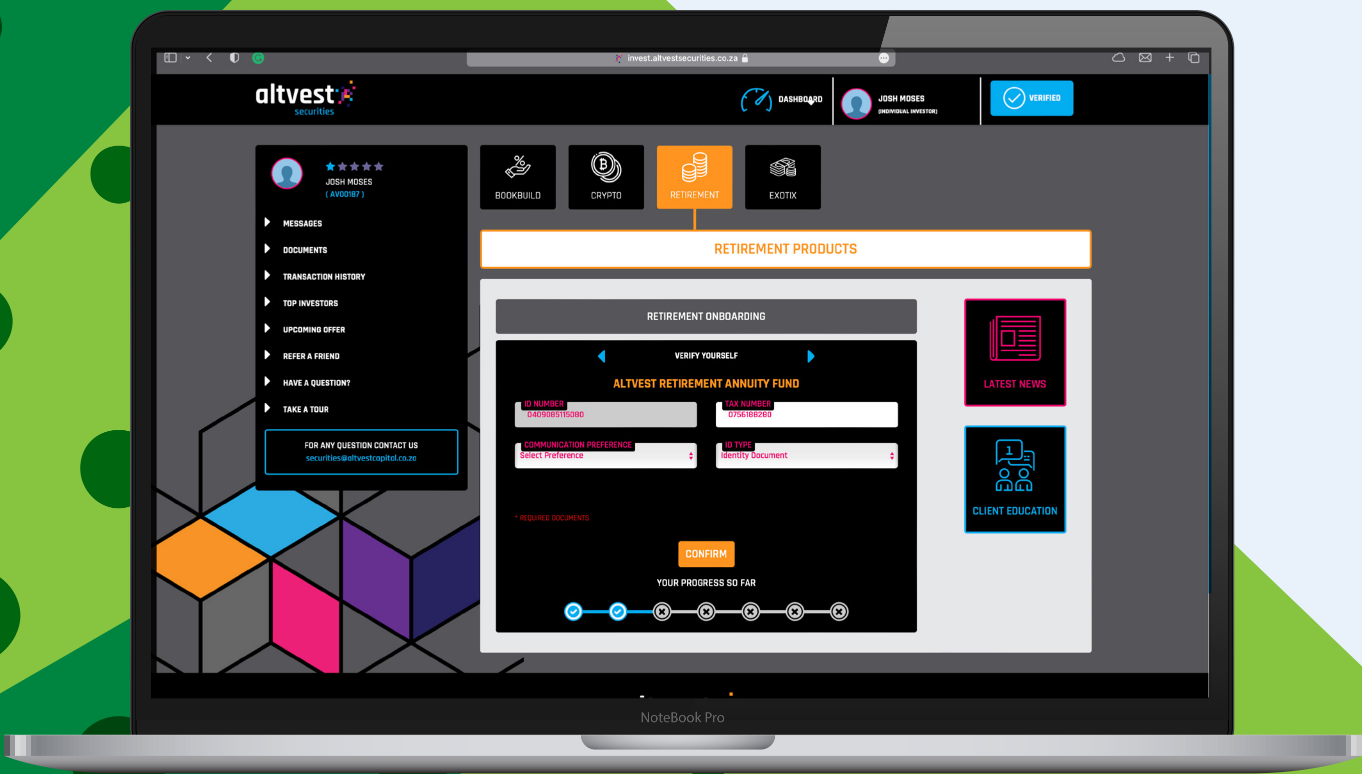
BookBuild
Total Investment Facilitated in ACOF Bookbuild: R6,7M
Assets Available: ACOF, Umganu, Bambanani

The products available on our platform include:

Retirement

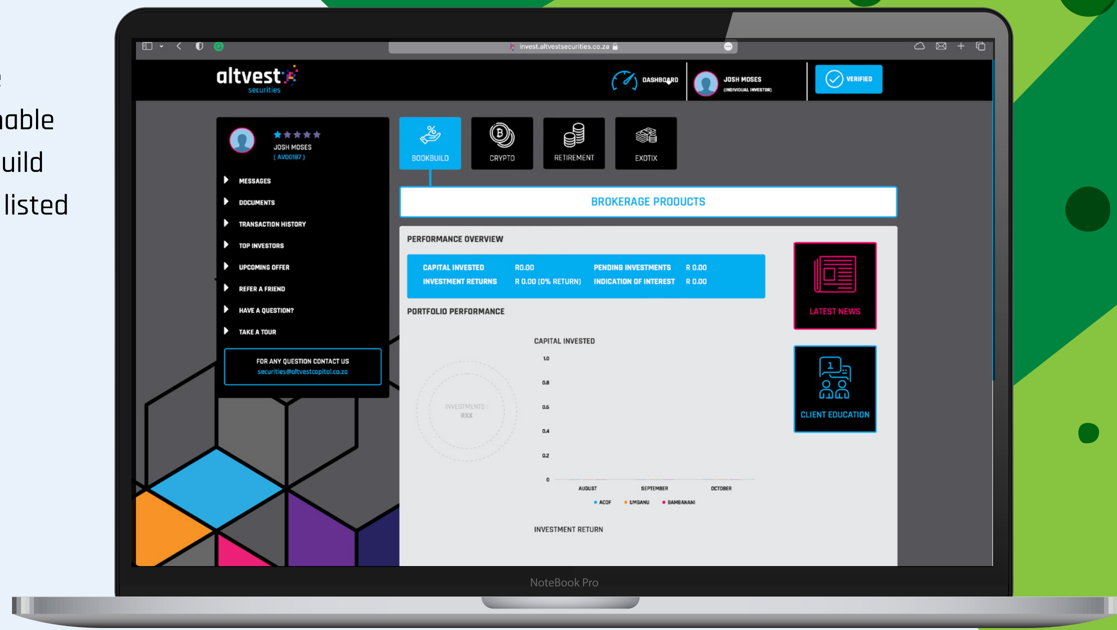
Our **Altvest Retirement Annuity (ARA)** brings a blend of low-cost passive equity, fixed income and cash ETFs with Altvest Capital's diverse alternative investments combined with a simplified client process. With the ability to onboard digitally in just 15 minutes, clients face minimal barriers in their investment journey. Furthermore, all essential documents, including membership certificates and benefit statements, are dispatched via the platform. To keep our client base informed of the latest trends and news, we continually share updates related to retirement annuities and retirement planning.

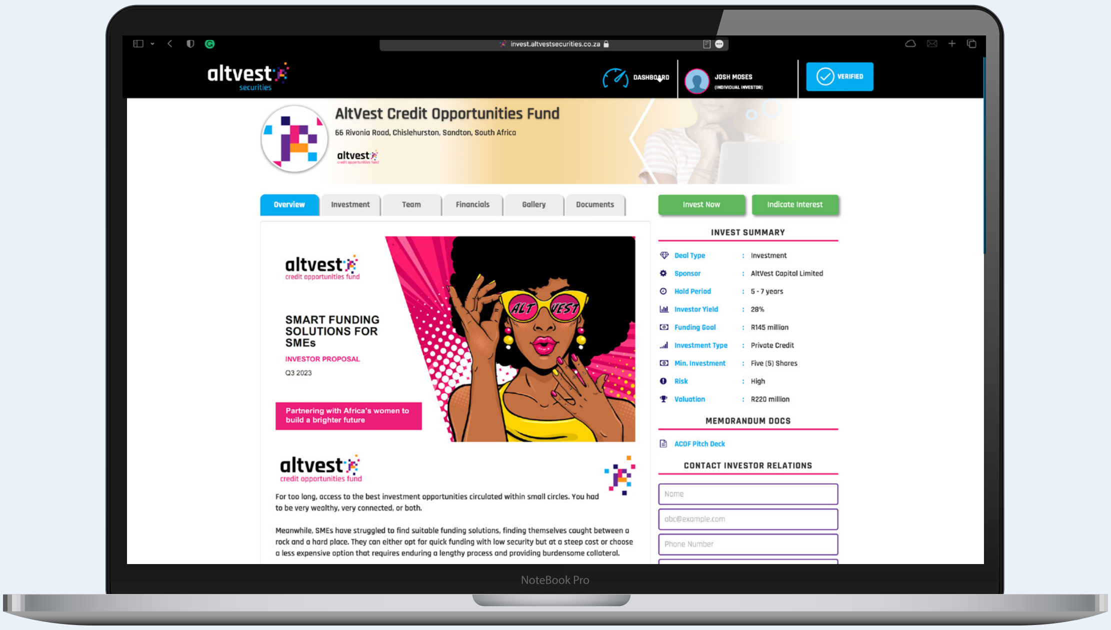




Bookbuild

Our **Bookbuild Platform** played a pivotal role in the Altvest Credit Opportunities Fund bookbuild, facilitating approximately R6,7 million in investments. We have now expanded the platform's capabilities to enable clients to access the bookbuild feature across all three our listed assets.





Exotix

Our enthusiasm for the upcoming launch of the Exotix platform continues to grow. We envisage this platform to be a hub for luxury, alternative and other unlisted investments, enabling our clientele to immerse themselves in the world of high-end, unlisted assets and collectibles. Regarding select luxury assets and collectibles, we have developed an auction platform that allows investors to bid for an asset or purchase it outright. For unlisted assets and fractional ownership of luxury assets / collectibles, we will provide the opportunity for clients to purchase shares and trade them via a secondary market platform.

Updates on investment entities (Umganu, Bambanani & ACOF):

Umganu Lodge (Class A Preferred Ordinary Share)

Umganu Lodge is an idyllic retreat on the banks of the magnificent Sabie River, providing uninterrupted vistas of the world renowned Kruger National Park and is situated in Elephant Point Estate.

Elephant Point is in a region renowned for its natural diversity and concentration of big game, undoubtedly one of the best game viewing areas in the Kruger National Park. The estate is conveniently located only 6km from the Paul Kruger Gate, 26km from Skukuza Airport and a 5 hour drive from Johannesburg. Although not in the park itself, the lodges are set alongside the banks of the majestic Sabie River where mighty elephants can often be seen grazing and drinking – from which the estate takes its name. Within close proximity to other comparable exclusive world-famous game reserves, Elephant Point can be said to be in a league of its own.

This air-conditioned lodge can accommodate up to 12 guests in 5 spacious en-suite bedrooms, each one beautifully decorated in the theme of one of Africa's Big 5 (lion, leopard, elephant, rhino and buffalo). The open-plan living area is stylishly decorated with high volume ceilings, polished cement floors and offers Wi-Fi throughout.

The summer season was accompanied by high temperatures and a higher-than-average rainfall, especially during February. The property and surrounding areas were covered in a blanket of green vegetation stretching throughout the Kruger National Park.

Many roads and bridges in the Kruger National Park had to be closed due to the heavy rains, and guests flying in and out of the Skukuza airport had to make use of the Shelati train bridge to traverse over the Sabie River, and were then shuttled to the airport. It was an experience to witness the Sabie River in all its might again. There was no damage caused to any of the properties along the river, but the gravel roads were impacted and are receiving the necessary maintenance to repair them.

Cyclone Freddy made landfall on the central Mozambique coastline on the 24th of February. The South African weather service predicted that the Eastern part of Mpumalanga would experience floods due to the storm. The storm's trajectory moved in a North Westerly direction and quickly dissipated without causing any harm at Elephant Point and surrounding areas.

Management and Board of Directors:

The lodge is situated in the Elephant Point Estate, which is managed by the Legacy Hotel Group.

Board of Directors:

Kevin Pietersen

Kevin Pietersen is an English cricket commentator, conservationist, and former SA cricket player and England international captain. Through his successful career, Kevin was awarded with Most Excellent Order of the British Empire (MBE).

Jessica Pietersen

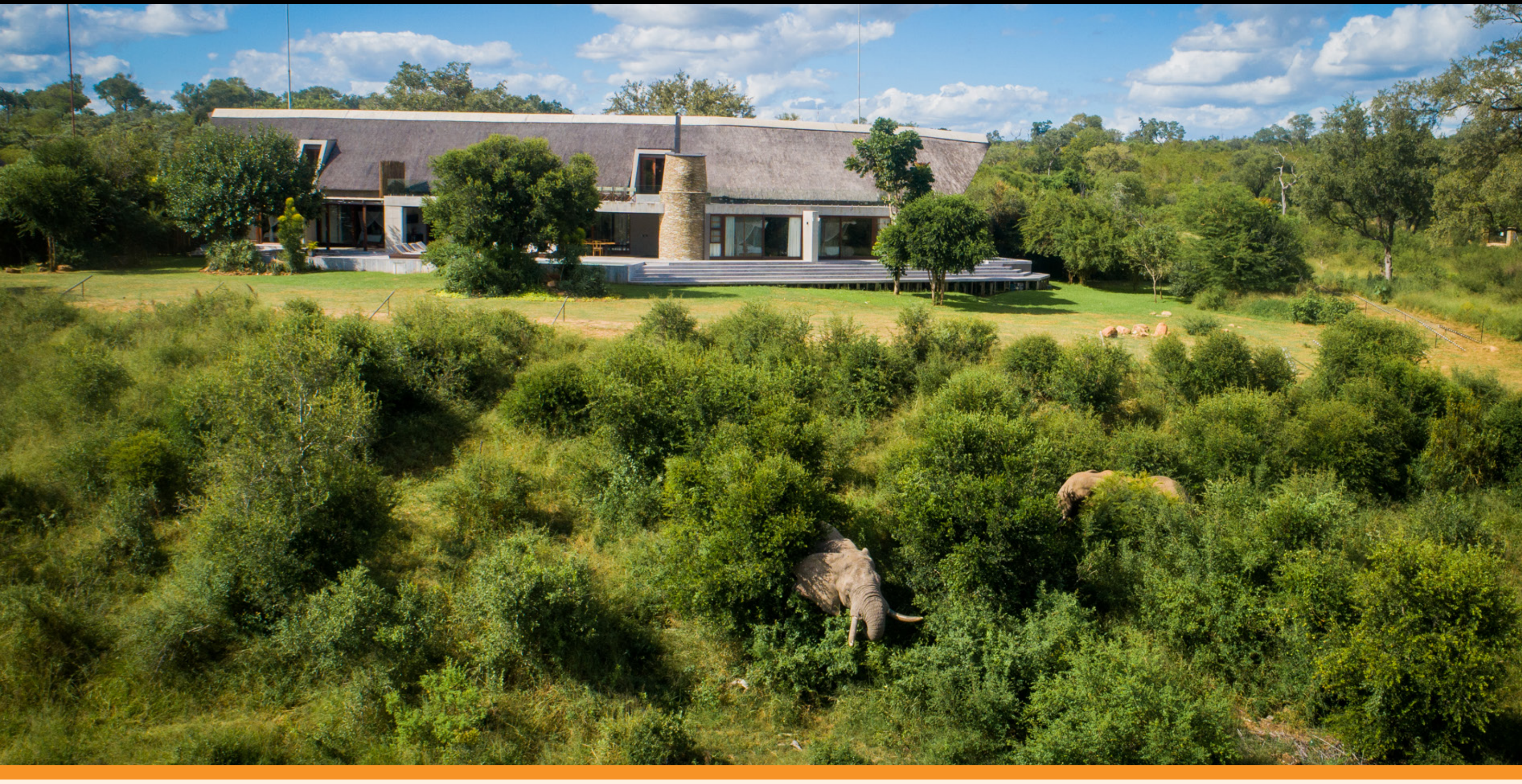
Jessica Pietersen is an English singer and presenter, best known as being a member of the pop group Liberty X.

Warren Wheatley

Warren is the CEO and founder of Altvest Capital.

Updates:

1. Elephant Point was voted as one of the Top 10 wildlife Estates in Africa, by Africa Wealth Report;
2. Construction of the much anticipated hotel and conference centre will begin this year. We anticipate that this facility will be extremely value accretive for the estate at large;
3. Umganu Lodge has enjoyed occupancy of over 70% for 2023 and continues to be one of the top performing lodges in the estate;
4. We are now able to offer guests additional benefits with games drives available in the prestigious Sabie Sands reserve.



Financial update for Umganu Lodge:

Metric	6 month period ending 31 August 2023	6 month period ending 31 August 2022	Variance to Last Year (%)
Revenue	R1,271,382	R1,062,144	19%
OPEX	R1,296,850	R1,018,643	27%
Net Profit Before Tax	**-R25,468**	**R59,332**	**-142%**
Balance Sheet Analysis			
Current Assets	R310,300	R338,187	-8%
Non-Current Assets*	R30,680,633	R18,521,081	65%
Total Assets	**R30,990,933**	**R18,859,268**	**64%**
Current Liabilities	R92,321	R20,564	348%
Non-Current Liabilities	0.00	R4,334,068	-100%
Total Liabilities**	**R92,321**	**R4,354,632**	**-97%**
Equity	R30,898,612	R14,504,636	113%

*Umganu Lodge recognises the land and buildings as an investment property at fair value. This increase in total assets is due to the remeasurement of this investment property from historic cost to the fair value resulting from Altvest's purchase

**The decrease in total liabilities is due to the repayment of historic shareholder loans from the proceeds of Altvest's investment into Umganu Lodge

Bambanani Family Group (Class B Preferred Ordinary Share)

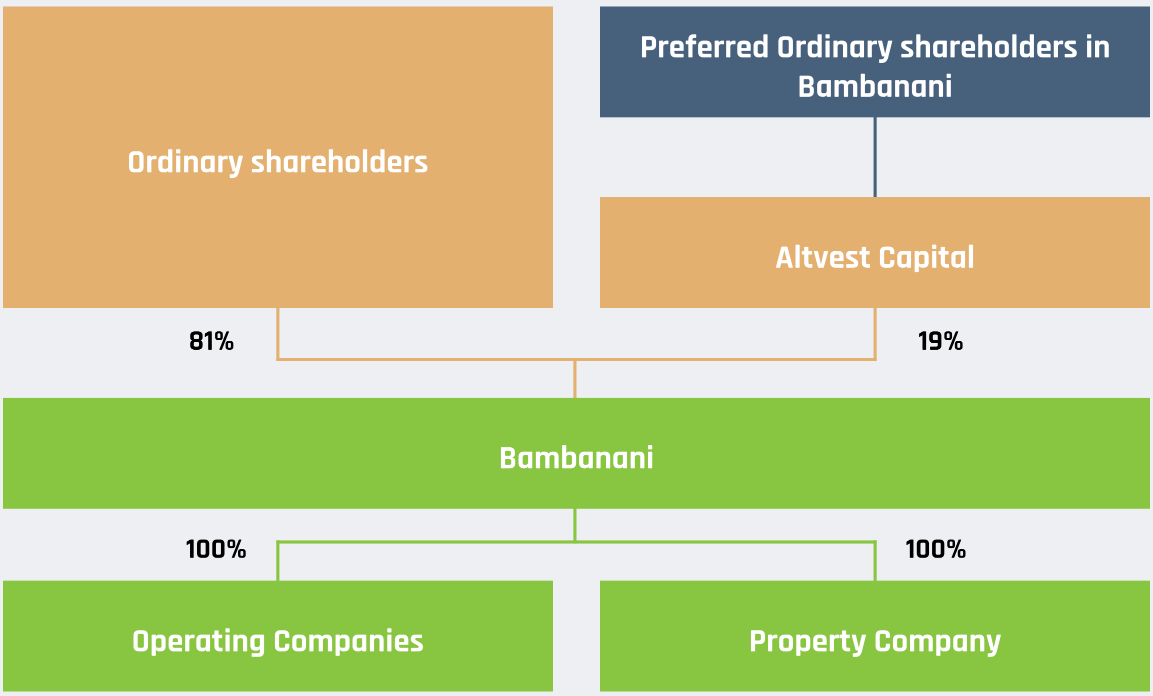
Bambanani, a renowned family-focused restaurant situated in Melville, Johannesburg, has been serving the community for over 15 years. The unique blend of premium dining, childcare, and children's entertainment has positioned Bambanani as a beloved local brand.

Bambanani has carved a niche for itself by offering a distinctive combination of premium dining and childcare. Its collaboration with Altvest aims to elevate the brand further, by implementing a national rollout of new locations making it a household name.

Capital Raise

Altvest assisted the Bambanani family group in a restructuring to facilitate a capital raise to fund its expansion ambitions. Post the Reporting Period, Bambanani has concluded the capital raise required for its first expansion phase. This was achieved through a mix of private and public investors, collectively investing R 12.5 million into the group.

The revised group structure is now as follows:



The Bambanani family group's shares have delivered an impressive 11.2% return since 28 February 2023, with the current trading price per share at R11.20.

The Bambanani growth story continues with an acquisition of two properties being concluded during the period under review. This will allow for an expansion of the facility in Melville and a new location to be revealed soon.

Location	**Current patron capacity**	**Expansion**	**New patron capacity**
Current	160	100	260
Store 2	0	160	160
Total	**160**	**260**	**420**

The expansion allows for significant increase of capacity across the group.

Management and Board of Directors:

Executive Directors:

Caryn Cohen

Caryn is a highly experienced entrepreneur with other successful businesses including outdoor media company Wideopen Platform (currently a subsidiary of Primedia Limited). She has also very carefully curated a spesialised team of key operations staff (with top class retail, restaurant and entertainment experience) who continue to run the daily functions of the business.

Since its doors opened 15 Years ago, Bambanani has remained a personal project for Caryn, who, as a mother of 2, spotted a much-needed gap in the market. In the years since she has honed the model, developing it into the successful family establishment that it is today. While this has taken time, Caryn remains truly passionate about the business and the brand and is extremely excited to meet the mothers who will embrace this model and grow the Bambanani Brand alongside her and the operations team.

Tomer Cohen

Tomer has been the Managing Director of Wideopen Platform for the past 18 years. He is a shareholder in Bambanani and was instrumental in building it. His knowledge and understanding of the out of home sector, as well as his constant quest to stay on the cutting edge of new technology, puts him in a unique position in the South African market. His production, execution, and financial management skills complement Caryn's creative, conceptual and advertising abilities.

Non-Executive Directors:

Kim Warren

Kim has been a practicing attorney since 1988. Kim graduated with a B.A. LLB from the University of the Witwatersrand and was admitted as an attorney of the High Court of South Africa on 21 June 1988. Kim specialises in Contracts, Commercial Litigation and Insolvency law. She is a founder and Director of Kim Warren Attorneys.

Akshay Karan

Akshay has more than 10 years of experience in investment banking, management consulting and private equity across unlisted and listed entities. He started his career as an investment banker at Investec, focused on principal investments and private equity in power and infrastructure. He has worked as a management consultant at BCG, focused on financial institutions, principal investments and private equity, and has experience in leveraged finance, financial engineering, and strategy having supported various clients across Africa on complex credit and investment topics. Akshay represents Altvest and its Preferred Ordinary Shareholders.

Tatum Wheatley

Tatum is a practicing industrial psychologist, specialising in organisational development and culture and change management. She is a professional model and her career spans over 20 years across five continents. Tatum was a director of corporate relations and Fairmont Zimbali in Kwa-Zulu Natal. She is a public speaker and consultant in industrial psychology. Tatum represents Altvest and its Preferred Ordinary Shareholders.

Alternate Directors and members of the Advisory Committee:

Nolitha Kahla

Nolitha is currently the Divisional Finance Lead, New Business at Microsoft Africa. She was previously, the Chief Financial Officer – Coverage at ABSA Corporate and Investment Banking. She has held various positions at ABSA Capital namely, Head of Client Management Accounting, Business Partner, Investment Banking Division, Business Manager, Product Controller: Fixed Income. Nolitha began her career as a Senior Accountant at KPMG, in Cape Town. Nolitha is a material Preferred Ordinary Shareholder in Bambanani.

Nandisile Mokoena

Nandisile is an independent corporate writer. She engages in corporate writing such as annual reports and other corporate reports. She is also a freelance writer on competition law matters and is a freelance writer on legal matters. Nandisile previously worked as a communications officer at the Competition Tribunal, where she wrote media statements on Tribunal cases and liaised with the media on Tribunal matters. She began her career at the Competition Commission SA as an Analyst, international relations, and manager of stakeholder and strategic relations. Nandisile is a material Preferred Ordinary Shareholder in Bambanani

Updates:

1. **Governance restructuring:** Bambanani has leveraged its strong brand and community of passionate customers to expand into both new locations and across product verticals. The Group now presides over a diverse portfolio of entities: Bambanani Melville, Bambanani Store 2, Bambakitchen, and Bambanani Properties. As some of the entities have not yet commenced operations and the process of consolidation is still ongoing, the results presented below relate to Bambanani Melville, the fully operational entity, for the period ending July 2023.

2. **Accounting restructuring:** To facilitate Bambanani's ambitious growth initiatives, significant work has commenced on enhancing the accounting and reporting structures across the business. A purposeful decision to earmark approximately R500,000 was made for expert consultation, auditing, and accounting interventions. This includes the wholesale implementation of a new accounting and Point-of-sale system to reflect global best practice. This enhanced approach ensures:

   - The Bambanani Family Group have a consolidated ledger, detailing all revenues, expenses, assets, and liabilities from all operating entities .
   - Concurrently, every individual brand under the Group's umbrella will maintain consistent yet fully independent financial records, to ensure that operational performance can be measured and monitored both individually and in aggregate.

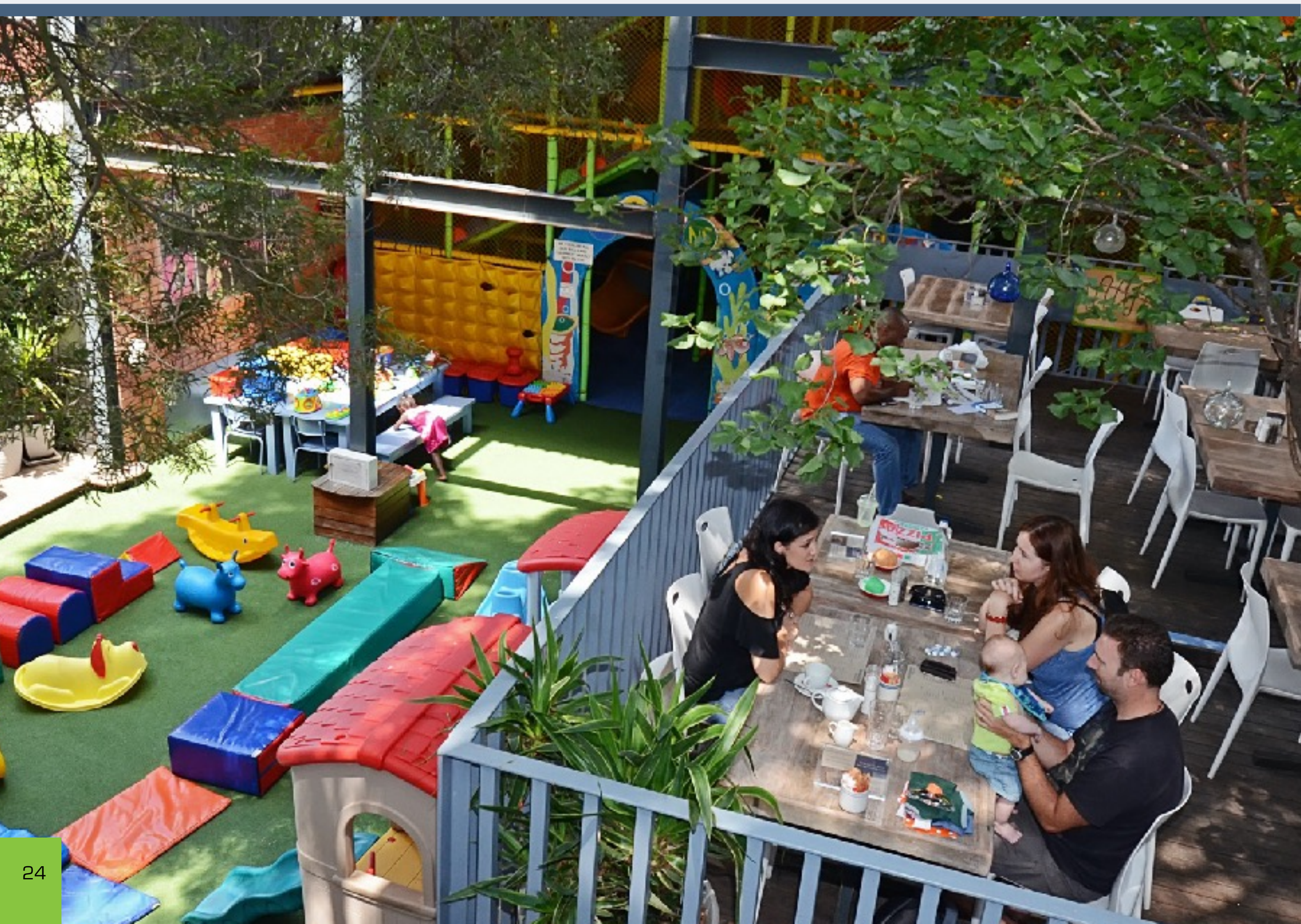
Financial update for Bambanani:

The results presented below reflect a 5 month period (March to July respectively), as the financial records for August 2023 have not yet been finalized and verified as date of publication of this report.

Given the significant accounting and governance restructuring in process at Bambanani and its related entities, no Statement of Financial Position was available as at date of publication of this report. Altvest management shall endeavour to release this information, as a supplementary release, as it becomes available.

Key events impacting the financial update:

- The implementation of a holding company structure, including segmented operating entities for each restaurant and a property company
- The raising of capital via several tranches of Preferred Ordinary Share issuances and private ordinary equity investors
- The ongoing negotiation of two property purchases, financed via a mix of cash, debt and equity
- The implementation of a new point-of-sale accounting and inventory management system to align to global best-practice in restaurant management
- The purchase and incorporation of two new ancillary business units, along with the inclusion of specialised equipment thereof
- The conversion of historic shareholder loans in the business into equity



Management is comfortable that these initiatives, once concluded, will result in a significantly more robust Bambanani Family Group, and position the business for future success.

Summarised unaudited Statement of Profit or Loss and Other Comprehensive Income for the five-month periods March-July for 2022 and 2023

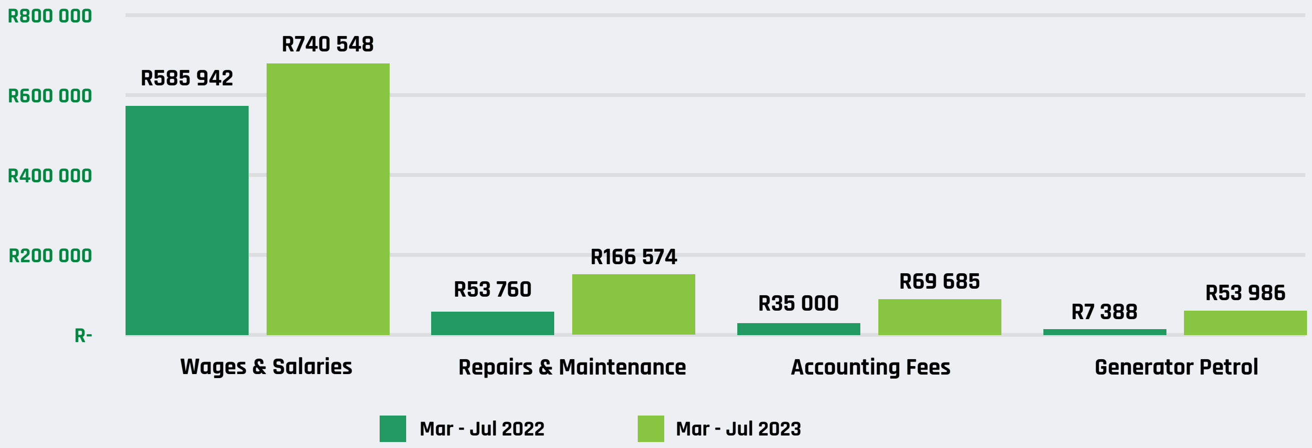
	Amount at July 2023	Amount at July 2022
Revenue	R3,025,002	R3,152,147
Less: Cost of Goods Sold	R1,312,396	R1,334,476
Gross Profit/(Loss)	**R1,712,605**	**R1,817,671**
Less: Operating Expenses	(R2,053,931)	(R1,709,509)
Net Profit/(Loss)	**(R341,325)**	**R108,162**

Profit and Loss Overview:

1. **Revenue:** A decline in revenue is largely attributed to prolonged loadshedding and the greater Melville area still recovering from the effects of Covid. Management believes that the increased investment in the Melville presinct, vial local business initiatives, and the opening of several new businesses in the greater vicinity, will result in improved foot traffic.

2. **Operating Expenses (OPEX):** The increase in OPEX is linked to once-off incorporation costs incurred pursuant to group-wide expansion initiatives, including the initial set-up costs for Bambanani expansion opportunities. These growth initiatives have resulted in higher total costs for wages and training for new staff. In addition, prolonged loadshedding has resulted in a significant increase in generator expenses.

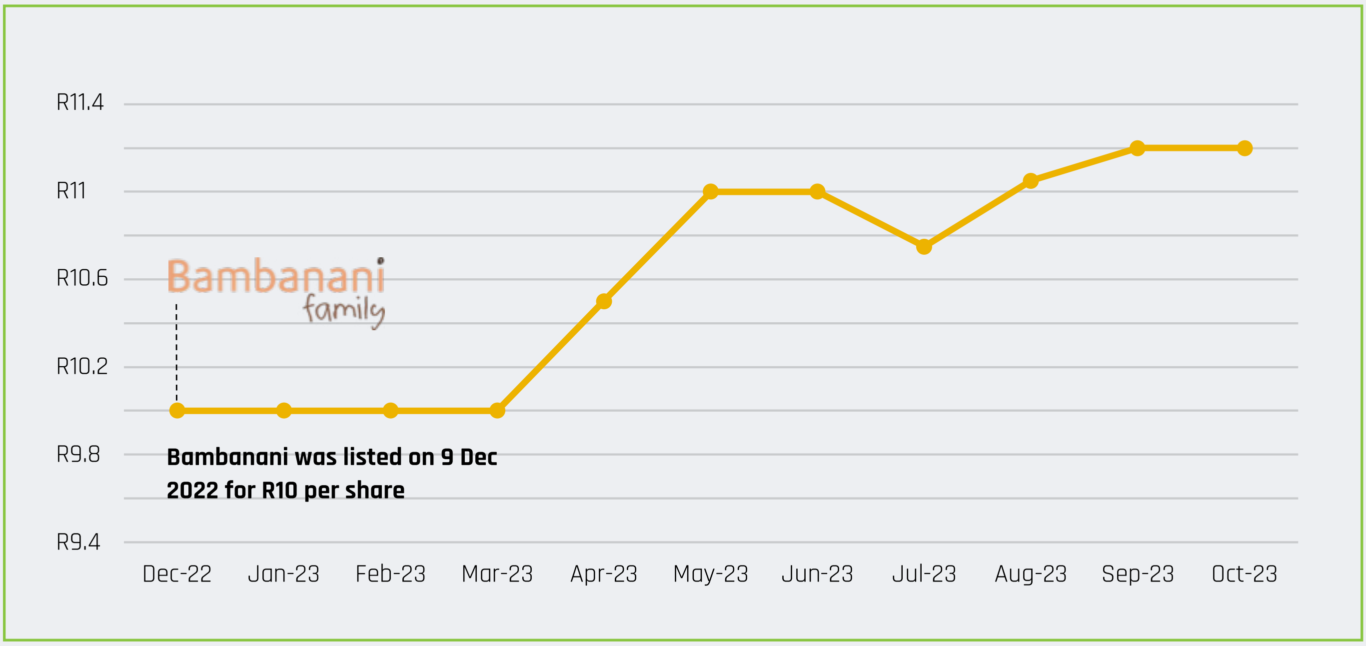
Comparative Five-Month Financial Analysis of the Operating Expenses (March - July) for 2022 and 2023



3. **Net Profit/Loss:** The significant shift, from a profit in the prior period to a loss in this period, is largely due to the once-off costs (OPEX) associated with expanding the business. Management expects that there will be a return to profitability in the medium-term once new growth and expansion initiatives commence operations.

Bambanani's Share Performance:

The Bambanani family group's shares have delivered an impressive 11.2% return since February 28, 2023, with the current trading price per share at R11.20.



Conclusion:

Bambanani's journey from a single-location restaurant to a diversified business group through economic hardship and Covid-19 is testament to its vision and adaptability. The short-term financial performance represents a strategic move to invest in the future and create a more organized and scalable structure. With the accounting streamlined and a clearer financial structure in place, the Bambanani Family Group is poised for sustainable growth in the upcoming years.

Altvest Credit Opportunities Fund (Class C Preferred Ordinary Share)

ACOF management is pleased to confirm that ACOF has successfully raised in excess of R 156 million in its initial capital raise. This response evidences the trust investors have placed in the business, as well as the fund's strategic value proposition. The capital raised will be instrumental in leveraging lucrative credit opportunities, positioning ACOF for further growth and enhancing returns for stakeholders.

The bookbuild opened on 14 August 2023 with the first tranche listed on 5 September 2023 at a price of R3.00 per share. As at the date of this report, we have successfully raised and secured commitments in excess of R 156 million, split as follows:

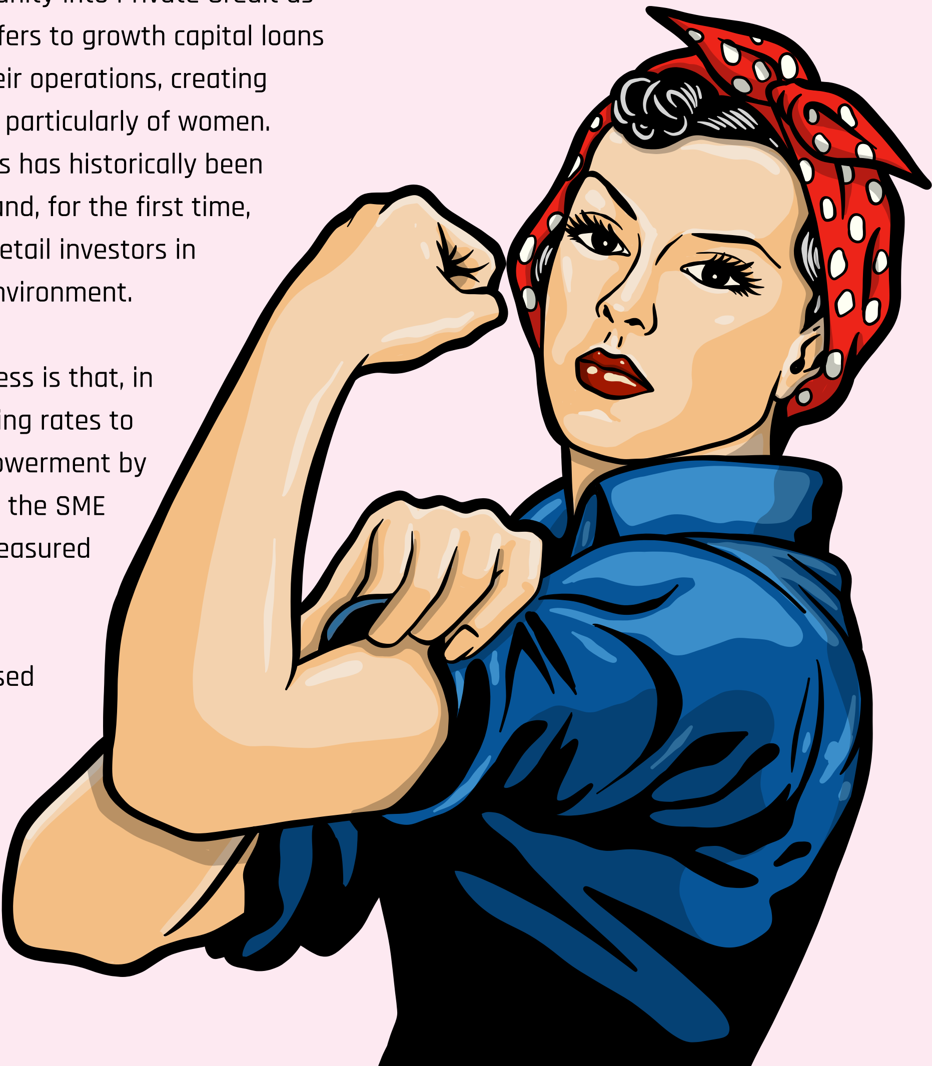
Class C shares already listed	R6,668,862
Class C shares subscribed for but not yet listed	R20,000,000
Debt notes subscribed for but not yet listed	R80,000,000
Contracted commitments but not yet allocated	R50,000,000
Total capital raised to date	**R156,668,862**

The capital raise will be underway for the next few years until ACOF reaches its target of assets under management of R 5 billion.

ACOF represents a unique investment opportunity into Private Credit as an asset class. Within ACOF, private credit refers to growth capital loans to South African SMEs that are expanding their operations, creating employment, and focusing on empowerment, particularly of women. The ability to gain exposure to this asset class has historically been reserved primarily for institutional investors and, for the first time, ACOF will, make this asset class available to retail investors in affordable quantities via a listed regulated environment.

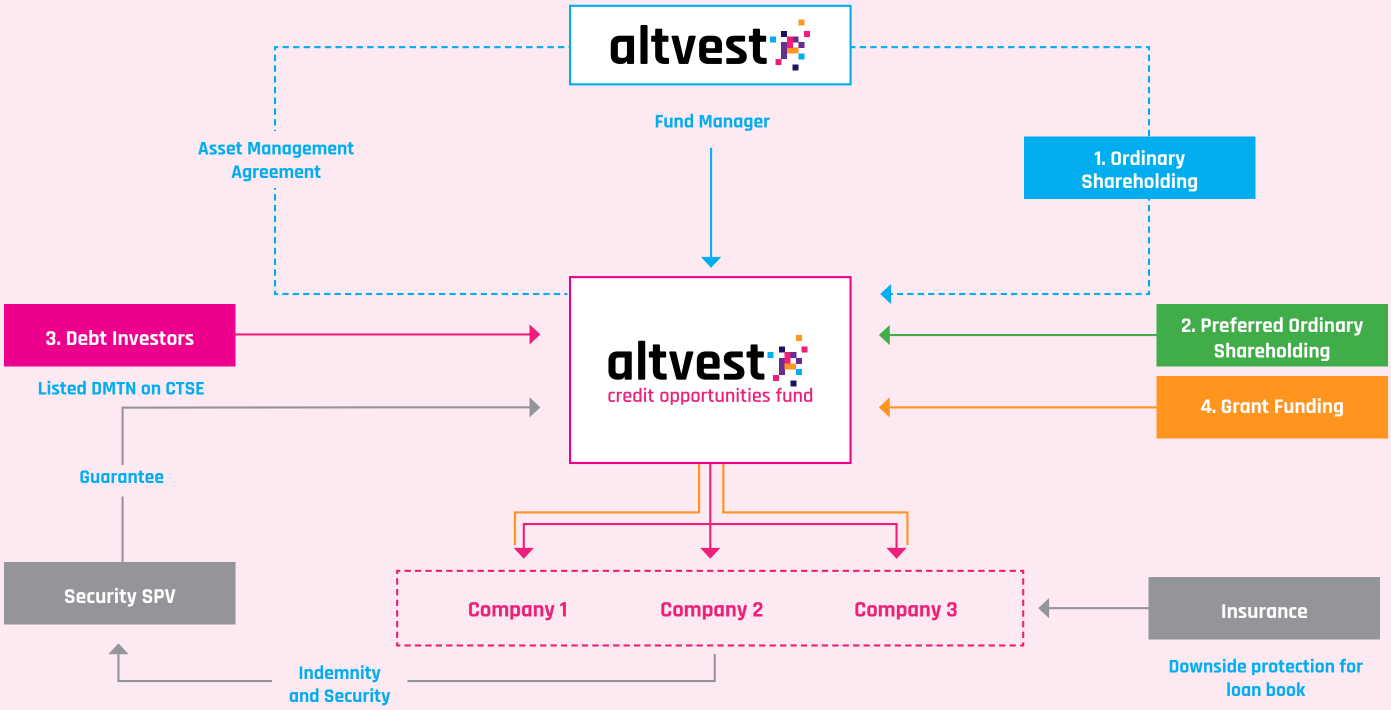
A material component of ACOF's lending process is that, in addition to offering highly competitive financing rates to all qualifying SMEs, ACOF drives women empowerment by further lowering the cost of borrowing should the SME meet certain empowerment credentials as measured by the ACOF Impact Drivers.

To facilitate lending activities, ACOF is a licensed and regulated credit provider (NCR number: NCRCP18241)



Fund Structure:

The Altvest Credit Opportunities Fund is structured as a ring fenced, lending vehicle housed on the Altvest platform:



Entry points:

In contrast to typical private credit funds, where investors allocate via general partner / limited partner structures, ACOF offers both debt and equity exposure to the economics associated with private credit:

- Debt investors provide ACOF with the capital required to conduct its lending business. They receive an income return linked to the prime rate;

- Preferred Equity investors provide a permanent capital structure to ACOF and participate in the profits generated by its operations through an "ownership" stake in ACOF. This entry point is designed with South African retail investors in mind and offers low-cost entry points, liquidity and fair value exits – unique features in a private credit investment;

- Ordinary Equity investors in ACOF acquire a strategic private equity ownership stake in the business with voting rights.

- Grant Funding received will be applied directly to lowering the cost of capital for the fund and consequently the cost of borrowing for the SMEs. The larger proportion of the capital structure that grants fulfil, the lower the cost of debt will be for the entrepreneur.

The basic terms are as follows:

	Debt Investors	Ordinary Shareholding	Preferred Ordinary Shareholding
Target Capital Raise	R5 Billion	Up to R70 Million	Up to R145 Million
Regulation 28 Category	Listed Debt	Private Equity	Listed Equity
Legal Instrument	DMTN Program	Unlisted Ordinary Share	Listed Preferred Share
Daily Priced	Yes	Yes, By Proxy	Yes
Distribution Frequency	Annual	Per Dividend Policy	Per Dividend Policy
Target Return	SA Prime + 2%	IRR c 26% to 28%	IRR c 26% to 28%
Minimum Investment	R 1 Million	R 10 Million	R15.00
Fees	Transaction Fees Only	2% p.a. (On AUM)	2% p.a. (On AUM)

Altvest Capital levies a fee of 2% of Assets under Management, directly from ACOF. This fee has the ability to impact the IRR for equity investors but has no impact on the expected return to the noteholders.

ACOF Board of Directors:

Executive Directors:

Tatum Wheatley

Tatum is a practicing industrial psychologist, specialising in organisational development and culture and change management. She is a professional model and her career spans over 20-years across five continents. Tatum was a director of corporate relations and Fairmont Zimbali in Kwa-Zulu Natal. She is a public speaker and consultant in industrial psychology. Tatum holds a degree in psychology specialising in industrial psychology.

Akshay Karan

Akshay has more than 10 years of experience in investment banking, management consulting and private equity across unlisted and listed entities. He started his career as an investment banker at Investec and has worked as a management consultant at BCG. Akshay's qualifications include BBusSci in Finance with Accounting, CAIA – Level 1, CA(SA), and a Postgraduate Diploma in Accounting.

Christo Geyer

Christo has over 25 years of experience in the financial and investment management industry. Christo was the Chairman and member-elected trustee for the Alexander Forbes Staff Retirement Fund as well as the Sponsor-appointed trustee for Alexander Forbes Synergy Retirement Fund. He was also the member-elected trustee for the Investec Provident Fund. His career background also includes, Client Director at Old Mutual Alternative Investments and the Head of Business Development at Prudential Investment Managers, his qualifications include a B.Sc in Actuarial Science (Hons) (Derivatives) and CFA.

Independent Non-Executive Directors:

Norma Sephuma: Chairwoman of ACOF

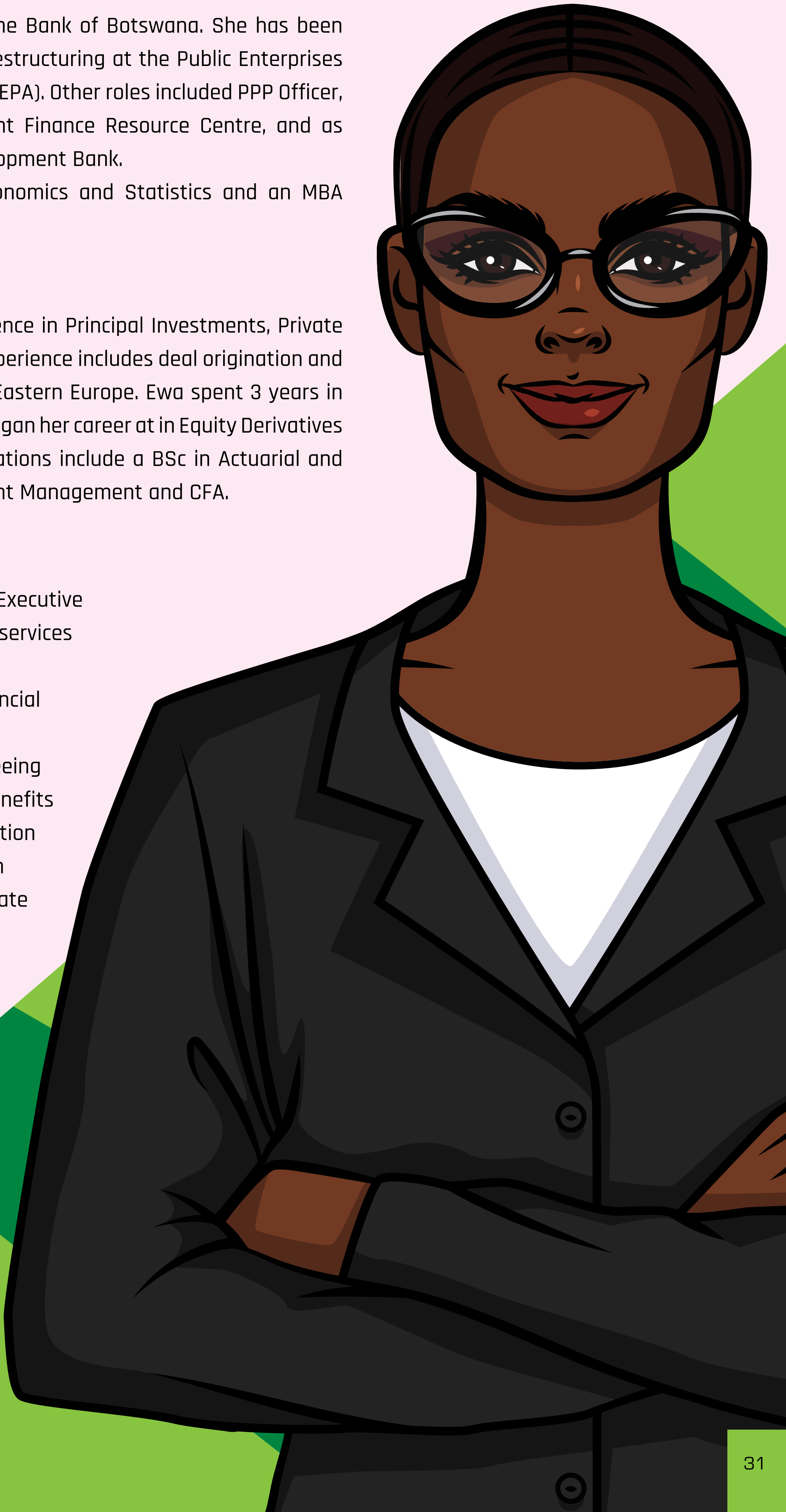
Norma has held various roles within the Bank of Botswana. She has been the acting head of Privatisation and Restructuring at the Public Enterprises Evaluation and Privatisation Agency (PEEPA). Other roles included PPP Officer, SADC Network with SADC Development Finance Resource Centre, and as Regional PPP Consultant, African Development Bank.
Her qualifications include a BA in Economics and Statistics and an MBA specialising in financial management.

Ewa Harcourt-Wood

Ewa has more than 10 years of experience in Principal Investments, Private Equity, and Investment Analysis. Her experience includes deal origination and execution in South Africa and Central Eastern Europe. Ewa spent 3 years in equity research at SBG Securities and began her career at in Equity Derivatives trading at Standard Bank. Her qualifications include a BSc in Actuarial and Financial Mathematics, Bcom Investment Management and CFA.

Snowy Masakale

Snowy is an experienced CEO and Non-Executive Director with over 20 years of financial services experience across retirement fund and investment management. She is a Financial Services Expert, dealing with Employee Benefits her experience includes overseeing approved and unapproved group life benefits of defined benefit and defined contribution funds. Her qualifications include a Bcom (Hons) in Economic Science, Post Graduate Diploma in Financial Planning, an MBA, FAIS (RE5), and IODSA Programme.



Key awards and Altvest's commitment to ESG Excellence:
At Altvest Capital, we recognize the value of impact and ESG investing. As testament to our values, we recently achieved the honour of the Sustainable Investment Award for Best ESG Investment Initiative of the Year in Africa. This award, presented by Environmental Finance, acknowledges investment managers who exhibit innovative practices in advancing ESG investment goals across Africa.

The prestige of this award is best reflected through other recipients, including Moody's, Preqin, Mercer, and Fitch. Altvest showcased its prowess in delivering impressive returns while prioritizing environmental preservation, social impact, and sustainability.

Altvest has also garnered the title of the most innovative alternative investment platform in South Africa, as recognized by International Finance.

Capital raise lessons

Having dedicated significant time, energy and effort to capital raising for our various investment opportunities over this period, we can share the following reflections on drivers of the SA institutional investment landscape:

1. Consolidation, both in terms of corporate mergers and industry shifts e.g. the moves toward umbrella funds (administration), multi-managers (investments), and discretionary fund managers (advice).
2. Trustee boards' preference for portfolio types that are well understood / familiar. Whilst private market assets offer significant portfolio construction benefits, pooled multi-asset funds and passive offerings continue to capture the majority of flows.
3. There is an ever shrinking retirement fund asset pool as a consequence of economic conditions/lack of growth in employment, multi-year poor investment returns from investment markets and the externalization of capital following regulatory changes. The pending "Two Pot" system, whilst positive from many perspectives, will potentially hasten the trend.
4. Pressure for demonstrable impact from investment activities, together with evidence of ESG integration into investment processes adds to the difficulty of capital raising;
5. Senior client-facing skills shortage, which diminishes the quality of debates and consideration of the investment opportunity set, especially unfamiliar offerings such as alternative investments

The above factors contribute to lengthened capital raise cycles and investor inaction; fundraising remains the number 1 challenge for SA private market asset managers. Nevertheless, there exists significant opportunity - allocations by SA retirement funds are far below international norms, optimal portfolio construction levels and regulatory allowances. Asset consultants have been expanding research universes and exposing clients to these opportunities.

Take-up remains limited to sophisticated, large funds. Altvest's differentiated offering and innovative approach to democratising private market assets are well-positioned to take advantage of this opportunity.

Altvest Capital's focus areas for the next six months:

The Altvest team has dedicated considerable energy to business development, communicating Altvest's unique approach and introducing the organisation across both retail and institutional markets. We have been able to obtain access to a wide array of organisations (averaged more than 2 new business presentations per week), tendered multiple due diligence submissions / funding applications and have secured a first large institutional investment allocation

Focus areas for the next quarter include :

1. **3rd party capital raising:** Presenting Altvest / ACOF to potential investors. Systematic approach to matrix of prospects including entities not yet targeted, ones previously engaged and a broad target list of SA retirement funds / asset consultants, local investors, local and global DFIs, life companies and wealth managers;

2. **Product:** Ongoing consideration of Altvest's product offering and where it can be improved. In addition, the positioning of ACOF vs competitor offerings (expected return / investment signature / impact / response to economic cycles / correlations) will continue to be enhanced. ACOF's entry points present unique flexibility to investors depending on their desired risk appetite (DMTN debt program / preferred ordinary equity), required return type (income / capital) and preferred capital exposure to private credit (debt / equity);

3. **Positioning:** Altvest was created to meet the demand for low-cost private assets by investors. However, despite pervasive news coverage of alternatives, the preference for traditional investment approaches remains resilient. As "New Kids On The Block" we want to shake things up with a fresh brand, innovative listed offerings, and uncommon investment opportunities such as ACOF. We will continue to add Preferred Ordinary Equity names to validate Altvest's promise and are optimistic about the new listing environment exposing a broad universe of investors to Altvest;

4. **Communication:** As Altvest's offerings are different to other investment options, they may be perceived as complex by investors. We focus on ongoing enhancement of collateral and review of messaging to ensure our communications are effective; the ultimate measure of success will be mandates won. We assess and reflect on the quality of all engagements; external representation of the business includes new business pitches, conferences, industry bodies, media and thought leadership. We aim to convey that we are the right business for investors who desire enhanced savings through unconventional approach in asset classes that until now have been the preserve of sophisticated investors;

5. **Distribution:** We want to open capital raise opportunities by developing client & consultant relationships. In addition to our own efforts, we may consider capital raising mandates and collaborations with organisations, industry associations, etc. The distribution strategy and associated actions are receiving priority with dedicated approaches for a range of specific entity types. The workflow system (tracking & measurement of activity, discipline, reporting), utilisation of additional resources in the Altvest ecosystem and leveraging the broad networks to which we have access.

Media and Marketing

Building brand and employing prolific marketing strategies are crucial components for us to carve out a niche in the highly competitive financial market. For our businesses, brand signifies trust, capability, and reputation, elements that are pivotal for attracting clients and investments. Marketing, and notably social media marketing, serves as a vehicle to convey our brand value and expand visibility.

In this digital age, social media is a potent tool for brand building and marketing, allowing Altvest to:
Reach a Wider Audience: Social media platforms enable us to tap into vast, diverse, and global audiences, breaking geographical constraints and demographic barriers.

Enhance Engagement: Regular, valuable content sharing, discussions, and interactions on social media foster engagement and help in building relationships with existing and potential clients.

Demonstrate Thought Leadership: Sharing insights, analyses, and perspectives on market trends and investment strategies positions us as thought leaders in their field, enhancing brand reputation.

Cost-effective Advertising: Social media platforms offer cost-effective advertising options that can be targeted very specifically, allowing us to reach our ideal audience without excessive expenditure.

Monitor Brand Reputation: Social media enables us to listen to what clients and prospects are saying about our brand, providing crucial insights and the opportunity to address concerns promptly.

For emerging asset managers, building a reputable brand and leveraging effective marketing strategies, particularly through social media, are indispensable. It not only amplifies visibility and reach but also fosters trust and credibility, which are fundamental in acquiring and retaining clients in the asset management business. By leveraging social media's extensive reach, interactive nature, and cost-effectiveness, we can robustly position our brands in the market and drive business growth.

9358 Followers (ACOF Page now live)
1054 Posts
675,6K impressions since the last annual report
Real-time updates and rapid engagement

1784 Followers
15K Impressions a month
Thought leadership, industry insights, and company updates

765 Followers
212 Posts
Captivating Imagery to Connect with the Audience

314 Followers
A Platform for Diverse Content, Company News, Educational Posts, and Interactive Discussions

1132 Views
A platform for quick and comprehensive content, soft launch began last month

The Altvest Weekly Newsletter
3300 Subscribers
48.3% Open rate (Industry Average : 21.4%)
Company updates and a personal feel to our business

Access to broader markets

Altvest is currently exploring alternative avenues to broaden its investor base and facilitate larger capital raises for its underlying investee companies. Altvest's commitment to its stakeholders remains steadfast as it explores these opportunities for future growth in the aim of increased visibility, liquidity, and accessibility to a broader investor base.

Director Appointments

The strengthening of our governance structure has always been paramount to us. I am pleased to inform you that all recent director appointments as per the published announcement on the 26th of July 2023 have been ratified. This ensures that we have the best minds and talents at the helm, steering Altvest towards a brighter future.

Altvest Board of Directors:

Warren Wheatley
CEO and Founder

With over two decades of experience spanning Asset Management, Private Equity, Banking, and Institutional Capital Markets, Warren holds several prestigious qualifications, including CA(SA), CFP, and Post Graduate Diplomas in Corporate Finance, Financial Planning Law, and Auditing. As the Founder and former Chief Investment Officer of Lebashe Investment Group and Chairman of the Joint Investment Committee for the Telkom Retirement Fund, he possess extensive expertise in the investment field. Their background includes previous roles as an Investment Banker and Wealth Manager at ABSA Capital, as well as various positions at Alex Forbes.

Stafford Masie
Independent Chairman

Stafford Masie is a seasoned IT industry professional with 30+ years of experience, having held influential roles in prominent ICT companies like Telkom, Dimension Data, Novell, and Google. He currently serves as an independent non-executive board member for Discovery Bank, Discovery Bank Holdings, and the Council for Scientific and Industrial Research (CSIR). Stafford is also a co-founder and investor in SnapTutor and SauronAi Holdings, specializing in IT development for education and software. Notably, he played a pivotal role in localizing Google services in South Africa, and his entrepreneurial endeavors include founding the successful global payments innovation company, thumbzup, with investments from Entreè Capital and Visa Inc.

With over 25 years of expertise spanning law, compliance, corporate governance, and financial regulation, Fay holds multiple impressive qualifications. Fay is an Advocate of the High Court of South Africa, a Chartered Director in South Africa, and a seasoned commercial lawyer, specializing in cross-border mergers and acquisitions and transaction advisory. Her focus on governance, risk, and strategy makes her a specialist board and transaction advisor. Furthermore, she is a skilled public speaker, sharing insights on leadership and governance.

Fay Mukaddam
Independent Non-Executive Director

Bright has 10+ years of experience in Asset Management and Digital Media. He holds a BCom Accounting degree from the University of Cape Town (2013) and is a Dell Young Leader. Bright currently serves as an investment manager overseeing R8.2 billion in assets for high-net-worth clients, charities, corporate pensions, and profit-sharing schemes. He joined Vestact in 2015, specializing in investment insights across diverse industries, with a focus on technology, consumer, health & wellness, and renewables. His key competencies encompass portfolio & asset management, client relations, investment products, hedge funds, market analysis, strategies, regulatory compliance, and financial services.

Bright Khumalo
Independent Non-Executive Director

Joanne, with over 20 years of experience spanning Wealth Management, Private Equity, and Digital Media, holds the designation of Chartered Accountant (South Africa) and has a Bachelor of Commerce from UCT, along with a Post Graduate Diploma in Accounting from the same institution. Her diverse background includes being the main anchor for their SA media business and serving as an investment strategist to Apollo's DFM and Multi manager. With more than 16 years in Portfolio Management and Investment strategies for both local and offshore funds, Joanne has chaired investment panels at Investment forums and is a Key Individual.

Joanne Baynham
Independent Non-Executive Director

Khaya is a highly experienced finance professional with over 20 years in the industry, specializing in finance and corporate governance. He has served diverse clients, including listed companies, nonprofits, and government institutions through his consultancy, Corusca Consulting. Khaya is also well-versed in media, having worked as an analyst, program manager, columnist, and editor for various respected outlets. His academic qualifications include a Master of Science in Finance & Accounting and a Postgraduate Diploma in Finance & Strategy. His previous roles include Acting Chief Financial Officer at Tshikululu Social Investments NPC and positions in media as a resident analyst and program manager.

Khaya Sithole
Independent Non-Executive Director

GG Alcock
Independent
Non-Executive Director

GG is the founder of Minanawe Marketing, established in 1999 to reach the township and informal mass markets. He also created Kasinomics, an advisory service for the informal and kasi consumer and business sectors. GG's diverse career spans roles such as a shebeen owner, political activist, community worker, and businessman. He has held various positions, including Programme Director for the Rural Transformation Association, Project Manager for the Association for Rural Advancement, and Group Africa Marketing Operations Manager & Director. GG has authored several books, including "Born White Zulu Bred," "KasiNomics: African Informal Economies and the People Who Inhabit Them," and "KasiNomic Revolution: African Informal Economies.

Henk Barnhoorn
Non-Executive Director

Henk is a highly experienced professional with over 25 years of expertise in Private Equity, Corporate Governance, and Financial Reporting. He holds a CA(SA) qualification and a BCom Hons degree. Henk has earned an MBA from Erasmus University, Rotterdam, and currently serves as the Chief Operating Officer at Creation Capital Services Group. He is an Executive Director of Creation Europe B.V. and the Global Yield Fund. Henk's extensive prior experience includes serving as the Group Chief Financial Officer for Geneva Management Group, senior executive roles in various industries, including a NYSE-listed entity in the USA and the Netherlands, and work at PricewaterhouseCoopers (PwC) in the Netherlands. Additionally, he serves on several Boards and Audit Committees, including those of listed entities.

Christo Geyer
Executive Director

Christo has over 25 years of experience in the financial and investment management industry. Christo was the Chairman and member-elected trustee for the Alexander Forbes Staff Retirement Fund as well as the Sponsor-appointed trustee for Alexander Forbes Synergy Retirement Fund. He was also the member-elected trustee for the Investec Provident Fund. His career background also includes, Client Director at Old Mutual Alternative Investments and the Head of Business Development at Prudential Investment Managers, his qualifications include a B.Sc in Actuarial Science (Hons) (Derivatives) and CFA.

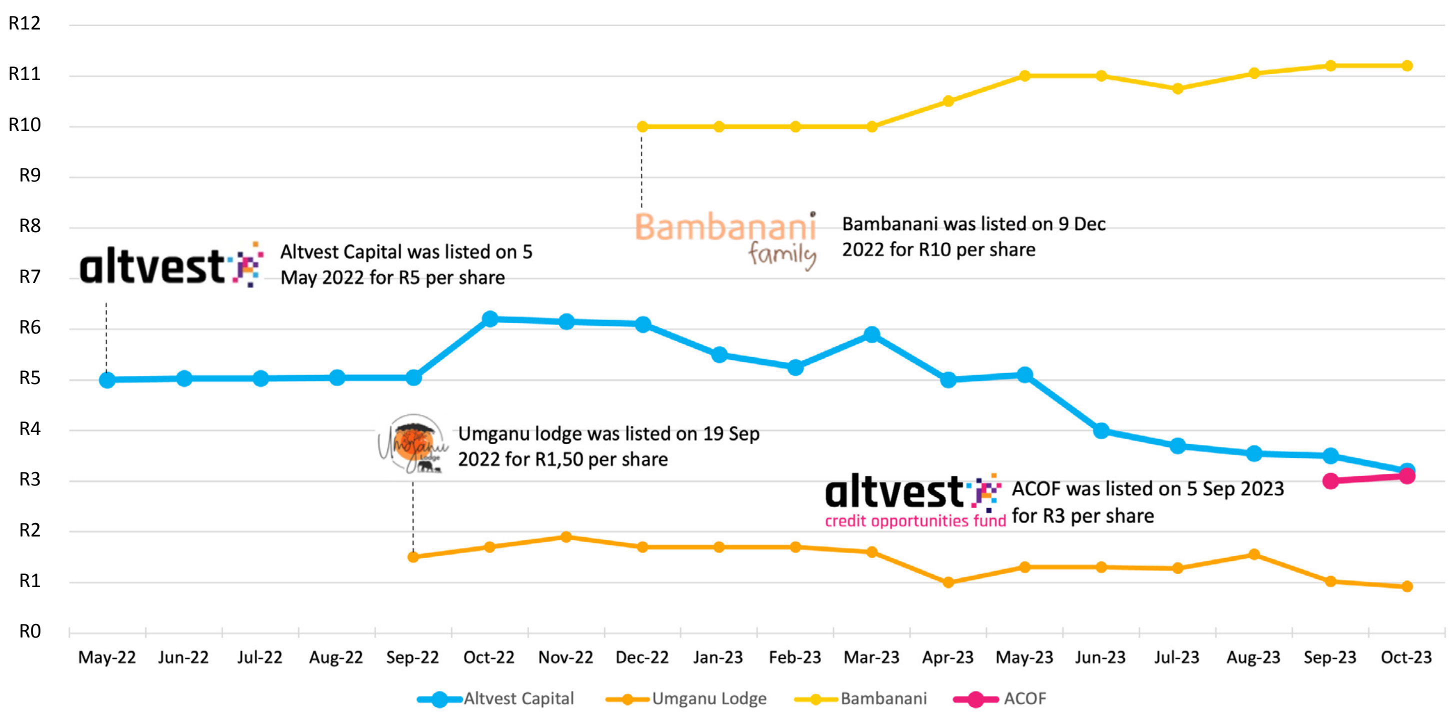
Sub Committees

Audit and Risk Committee	Social and Ethics Committee	Remuneration Committee
KS Sithole	GM Alcock	F Mukaddam
F Mukaddam	J Baynham	NB Khumalo
NB Khumalo	JCH Geyer	J Baynham

Trading and liquidity information

The share price movements over the period were as follows:

Altvest Capital Ordinary Share Price, Umganu, Bambanani & ACOF Preferred Ordinary Share Price



Return to Profitability

Despite the challenges presented by volatile markets and the global economic landscape, our strategic initiatives, rigorous operational efficiencies, and the relentless dedication of the Altvest team have led to a significant turn-around. I am elated that Altvest has returned to profitability. This not only boosts the morale of our team but also fortifies the confidence of investors, partners, and stakeholders in our vision and capability.

Conclusion

In conclusion, the last six months have been transformational for Altvest. Our journey, adorned with challenges, learnings, and achievements, has made us stronger and more focused. I would like to extend my heartfelt gratitude to our shareholders, investors, partners, and, most importantly, our dedicated team, without whom these milestones would not have been possible.

I look forward to your continued support and trust as we embark on the next phase of our journey, filled with promise and potential.

Warm regards,

Warren Wheatley
Chief Executive Officer
Altvest Capital

DIRECTORS' REPORT

Directors Report

The directors have the pleasure in submitting their report together with the condensed consolidated interim financial statements for the period ended 31 August 2023.

Nature of business

Altvest was incorporated in South Africa. The principal activities of the company are investment holding as principal and all business related thereto.

Review of financial results and activities

The condensed consolidated interim financial statements have been prepared in accordance with International Financial Reporting Standards and the requirements of the Companies Act 71 of 2008.
These results have not been audited or reviewed by the external auditors.

Full details of the financial position, results of operations and cash flows of the company are set out in these financial statements.

	Un-audited 31 August 2023 Consolidated R	Un-audited 31 August 2023 Company R	Audited 28 February 2023 Company R
Financial results			
The company traded at a profit / (loss) of:	63,163,185	63,282,492	(36,942,330)
Property, Plant and equipment			
The company has owned assets to the value of:	1,123,789	1,123,789	1,300,939

Share capital

Changes in the authorised and issued share capital of the company during this period were as follows:

Class of shares	Authorised	Available per Prospectus/ listing particulars	Issued as at 31 August 2023	Issued/ Subsribed for as at 31 October 2023
Ordinary shares	100,000,000	10,000,000	10,000,000	10,000,000
Class A	100,000,000	10,000,000	5,958,529	6,074,634
Class B	100,000,000	1,250,000	531,090	531,090
Class C	100,000,000	48,333,334	556,299	8,889,621

Trading Volumes since listing to 31 August 2023

Instrument	No of Trades	Shares Traded	Value Traded
Altvest Capital (4AAVC)	304	129756	R664 946,47
Umganu Lodge (4AVUMG)	207	49330	R75 955,97
Bambanani Family Group (4AVBAM)	131	23419	R31 218,07
Total	**642**	**202505**	**R772 120,51**

Public Shareholders

As at the end of August 2023, the public and non-public shareholder split was as follow:

Altvest Ordinary	Number of holders	Percentage of Ordinary Shareholders	Number of Ordinary Shares held	Percentage of Ordinary Shares held
Public shareholders	130	90.28%	3 210 182	32.10%
Non-public shareholders	14	9.72%	6 789 818	67.89%

Preferred Ordinary Shares Class A	Number of holders	Percentage of A Shareholders	Number of A Shares held	Percentage of A Shares held
Public shareholders	224	94.12%	450 943	8.11%
Non-public shareholders	14	5.88%	5 107 585	91.89%

Preferred Ordinary Shares Class B	Number of holders	Percentage of B Shareholders	Number of B Shares held	Percentage of B Shares held
Public shareholders	49	79.03%	38 257	7.3%
Non-public shareholders	13	20.97%	492 833	92.7%

Dividends

No dividends were declared or proposed during the 6 months period under review.

Basis of preparation of the unaudited interim results as at 31 August 2023

The unaudited condensed Group interim financial statements have been prepared in conformity with International Financial Reporting Standards (IFRS), the presentation and disclosure requirements of IAS 34 – Interim Financial Reporting, and Financial Reporting Pronouncements as issued by the Financial Reporting Standards Council, the requirements of the Companies Act of South Africa and the CTSE Listing Requirements. The areas that include significant judgements made by management in applying the Group's accounting policies, including the valuation techniques applied and key sources of estimation uncertainty used in fair value calculations were the same as those that were identified in the audited consolidated annual financial statements as at and for the year ended 28 February 2023, and which are available on the Company's website, at its registered office and upon request.
Accounting policies that comply with IFRS have been applied consistently by all entities in the Group and are consistent with those applied in the previous financial year.

New standards, amendments and interpretations issued but not yet effective have been assessed for applicability to the Group and management have concluded that they are not expected to have a material impact on the financial statements.
The preparation of these unaudited condensed Group interim financial statements for the six months ended 31 August 2023 was supervised by the CEO Warren Wheatley, CA(SA), and have not been reviewed or reported by the company's external auditors.
Any forward-looking statements contained in this announcement have not been reviewed or reported on by the Company's external auditors and reporting accountants.
The directors take full responsibility for the preparation of the unaudited consolidated results for the six months ended 31 August 2023.

Approval of the unaudited interim results
The unaudited financial statements of Altvest Capital Limited were authorised for issue by the Board of Directors on 27 October 2023 and are signed on their behalf.

Warren Wheatley
Chief Executive Officer

Khaya Sithole
Member of Audit and Risk Committee

STATEMENT OF FINANCIAL POSITION - CONDENSED

	Notes	Un-audited 31 August 2023 Consolidated R	Un-audited 31 August 2023 Company R	Audited 28 February 2023 Company R
ASSETS				
Non-current assets		97,984,854	97,984,854	23,574,262
Property, plant and equipment		1,123,789	1,123,789	1,300,939
Investments in financial assets	4	96,861,065	96,861,065	21,841,065
Investment in subsidiaries	5	-	-	-
Deferred tax assets	6	-	-	432,258
Current assets		3,265,705	3,250,820	2,541,753
Trade and other receivables		464,413	452,068	224,018
Loan receivable	7	2,796,235	2,796,235	2,307,220
Cash and cash equivalents		5,057	2,517	10,515
TOTAL ASSETS		**101,250,559**	**101,235,674**	**26,116,015**
EQUITY AND LIABILITIES				
Equity		71,707,259	71,786,866	8,504,374
Share capital	9	48,600,000	48,600,000	48,600,000
Accumulated profit/(loss)		23,107,259	23,186,866	(40,095,626)
Non-current liabilities		18,059,368	18,059,368	11,981,021
Lease liabilities		735,976	735,976	934,277
Financial liabilities designated at fair value through profit or loss	10	13,621,052	13,621,052	11,046,744
Deferred tax liabilities	6	3,702,340	3,702,340	-
Current liabilities		11,483,932	11,389,440	5,630,620
Trade and other payables		3,730,675	3,615,037	1,694,436
Short-term borrowings		1,631,825	1,652,971	-
Shareholders' loans		5,509,845	5,509,845	3,412,500
Lease liabilities		353,426	353,426	293,723
Leave pay accrual		258,161	258,161	229,961
TOTAL EQUITY AND LIABILITIES		**101,250,559**	**101,235,674**	**26,116,015**

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME - CONDENSED

	Notes	Un-audited 31 August 2023 (6 months) Consolidated R	Un-audited 31 August 2023 (6 months) Company R	Audited 28 February 2023 (12 months) Company R
Revenue		1,563	1,023	1,964,491
Fair value gain/(loss) on investments designated at FVTPL	4.3	75,020,000	75,020,000	2,238,398
Fair value gain/(loss) on financial liabilities designated as at FVTPL	10.2	1,980,322	1,980,322	(406,519)
Interest income received		1,597	556	112,544
Foreign currency gains		517	504	2,321
Other administrative expenses	11	(9,646,194)	(9,525,293)	(40,684,717)
Profit / (loss) before finance charges		67,357,805	67,477,112	(36,773,482)
Finance charges		60,022	60,022	89,884
Profit / (loss) before taxation		67,297,783	67,417,090	(36,863,366)
Taxation		4,134,598	4,134,598	78,963
Of which: Deferred Taxation	6.1	4,134,598	4,134,598	78,963
Net profit / (loss) after taxation		63,163,185	63,282,492	(36,942,330)
Other comprehensive income		-	-	-
Total comprehensive income / (loss) for the period / year		**63,163,185**	**63,282,492**	**(36,942,330)**
Earnings per share				
Basic earnings or loss per ordinary share (Rands)	8	6.32	6.51	(3.80)
Diluted earnings or loss per ordinary share (Rands)	8	6.32	6.49	(3.79)

STATEMENT OF CHANGES IN EQUITY - CONDENSED

	Share capital R	Retained earnings R	Attributable to owners of the parent R	Non-controlling interests R	Total R
Group					
Balance at 28 February 2023	**48,600,000**	**(40,053,814)**	**(3,153,296)**	**-**	**8,546,186**
Total profit for the period	-	63,163,185	63,163,185	-	63,163,185
Balance at 31 August 2023	**48,600,000**	**23,109,371**	**60,009,889**	**-**	**71,709,371**
Company					
Balance at 28 February 2022	**-**	**(3,153,296)**	**(3,153,296)**	**-**	**(3,153,296)**
Total comprehensive income/(loss) for the year	-	(36,942,330)	(36,942,330)	-	(36,942,330)
Shares issued as share based payments	21,551,410	-	-	-	21,551,410
Shares issued	24,400,000	-	-	-	24,400,000
Shares issued to settle shareholder loans	4,048,590	-	-	-	4,048,590
Treasury shares	(1,400,000)	-	-	-	(1,400,000)
Balance at 28 February 2023	**48,600,000**	**(40,095,626)**	**(40,095,626)**	**-**	**8,504,374**
Total profit/(loss) for the period	-	63,282,492	63,163,185	-	63,282,492
Balance at 31 August 2023	**48,600,000**	**23,186,866**	**23,067,559**	**-**	**71,786,866**
	Note 9				

STATEMENT OF CASH FLOWS - CONDENSED

	Un-audited 31 August 2023 (6 months) Consolidated R	Un-audited 31 August 2023 (6 months) Company R	Audited 28 February 2023 (12 months) Company R
Net cash withdrawn from operating activities	(7,630,545)	(7,654,231)	(13,635,092)
Cash receipts from investors	1,563	1,023	1,964,491
Cash paid to suppliers and employees	(7,573,683)	(7,595,788)	(15,622,243)
Cash utilised by operating activities	(7,572,120)	(7,594,765)	(13,657,752)
Interest received	1,597	556	112,544
Finance charges	(60,022)	(60,022)	(89,884)
Cash flows from investing activities	(520,115)	(520,115)	(23,430,060)
Purchase of property, plant and equipment	(31,100)	(31,100)	(151,518)
To increase operating capacity	(31,100)	(31,100)	(151,518)
Purchase of investments	-	-	(19,752,667)
Advances of loans receivable	(489,015)	(489,015)	(1,931,714)
Advances of group loans receivable	-	-	(1,594,161)
Cash flows from financing activities	8,145,202	8,166,348	36,884,235
Ordinary shares issued	-	-	23,000,000
Capital portion of rental paid net of the right of use asset	(138,598)	(138,598)	(168,490)
Proceeds from other financial liabilities	4,554,630	4,554,630	10,640,235
Advances of short-term borrowings	1,631,825	1,652,971	-
Advances of shareholders' loans	2,097,345	2,097,345	3,412,500
Net decrease in cash and cash equivalents	(5,458)	(7,998)	(180,917)
Cash and cash equivalents at beginning of period / year	10,515	10,515	191,432
Cash and cash equivalents at end of period / year	5,057	2,517	10,515

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

1. General information

Altvest and its subsidiaries is a company, incorporated in South Africa. Its principal business activity is investment holding as principal and all business related thereto. The functional and reporting currency of the company is South African Rands.

2. Accounting policies and basis of preperation

The same accounting policies, presentation and methods of computation have been followed in these condensed financial statements as were applied in the preparation of the Group's financial statements for the year ended 28 February 2023. The condensed financial statements have been prepared in accordance with International Accounting Standard 34 Interim Financial Reporting.

2.1 Basis of consolidation

The subsidiary is the entity which Altvest Group has the power to govern the financial and operating policies generally accompanying a share holding of more than one half of the voting rights. The existence and effect of potential voting rights that are currently exercisable or convertible are considered when assessing whether the Group controls another entity.

Subsidiaries are fully consolidated from the date on which control is transferred to the Group. They are de-consolidated from the date that control ceases.

The purchase method of accounting is used to account for the acquisition of subsidiaries by the Group. The cost of an acquisition is measured as the fair value of the assets given, equity instruments issued and liabilities incurred or assumed contingent liabilities assumed in a business combination are measured initially at their fair values at the acquisition date, irrespective of the extent of any minority interest. The excess of the cost of acquisition over the fair value of the Group's share of the identifiable net assets acquired is recorded as goodwill. If the cost of acquisition is less than the fair value of the net assets of the subsidiary acquired, the difference is recognised directly in the statement of comprehensive income.

Inter-company transactions, balances and unrealised gains on transactions between group companies are eliminated. Unrealised losses are also eliminated unless the transaction provides evidence of an impairment of the asset transferred. Accounting policies of subsidiaries have been changed where necessary to ensure consistency with the policies adopted by the Group.

2.2 Fair measurement

Fair Value Measurement is measured as the price that would be received to sell an asset or to transfer the liability in an orderly transaction between market participants at the measurement date. Fair value is determined on an arms length transaction basis, for the asset or liability under consideration. When measuring fair value, consideration of the asset's location and condition are made, as well as the asset's higher and best use. Fair value is measured to include the most observable information and minimise non-observable inputs. A hierarchy classification of fair value inputs is used as follows;

Level 1 inputs:

These are quoted and unadjusted prices in active markets for identical assets or liabilities at the date of measurement.

Level 2 inputs:

Inputs other than quoted prices which are directly or indirectly observable. Unobservable inputs for asset or liability.

Level 3 inputs:

Where an asset or liabilities valuation uses inputs from multiple input levels, the fair value is disclosed as the lowest applicable fair value input used. Where practicable, the entity utilises the following valuation techniques:

Market approach

Prices and other relevant information generated from market transactions for identical or comparable assets is used to calculate fair value.

Cost approach

Fair value is calculated with reference to an asset's current replacement cost, adjusted for obsolescence.

Income approach

Converts future amounts to a single current (discounted) fair value. This technique is commonly known as a discounted cash flow method.

Where management has determined that utilising one of the above valuation techniques would fail to achieve fair presentation of the financial statements or the item under consideration, a departure from the above valuation methods is undertaken, with disclosure thereof.

2.3 Investments in associates and investee companies

Application of the non-consolidation exemption

The company is considered to be an investment entity for the purposes of consolidation under IFRS10. Our investments in associates are treated in accordance with IFRS9, measured at fair value through profit or loss. The company makes the above non-consolidation election on an investment-by-investment basis. Altvest Securities Pty Ltd is considered as an entity that provides investment services and is therefore consolidated.

3. Significant management judgements in applying accounting policies

The preparation of interim financial statements in conformity with International Financial Reporting Standards requires management, from time to time, to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets, liabilities, income and expenses. These estimates and associated assumptions are based on experience and various other factors that are believed to be reasonable under the circumstances. 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 estimates are revised and in any future periods.

In the process of applying the entity's accounting policies management has made the following judgements which have significantly affected the amounts recognised in the financial statements:

3.1 Assets lives and residual values

Property, plant and equipment are depreciated to their residual values over their expected useful lives. Residual values and asset lives are assessed annually based on management's judgement of relevant factors and conditions.

3.2 Consolidation of Investee companies

Altvest is classified as an Investment Entity as it meets the following criteria (IFRS 10:28), and as such measures these investments at Fair Value through Profit and Loss (IFRS 10:31) since it has:

- More than one investment with Bambanani Family Group Pty Ltd, Umganu Lodge Holdings Pty Ltd and Altvest Credit Opportunities Fund as distinct investments;
- More than one investor – share register reflects 461 shareholders;
- Investors who are not related parties of the entity – we have retail investors as reflected in our share register;
- Ownership interest in the form of equity or similar assets – our investment positions are in the form of ordinary equity holdings.

Based on these conditions Altvest qualifies for the investment entity exemption and therefore these entities are not consolidated.

3.3 Fair value measurement of Investments through profit or loss and financial liabilities

Altvest Capital's business model involves the sourcing and acquisition of ordinary equity shareholdings in suitable investments, and the subsequent issuance of Preferred Ordinary Shares in Altvest offering ringfenced exposure to all/part of the economic rights in that specific investment. These Preferred Ordinary Shares are listed on The Cape Town Stock Exchange, and trade on the open market.

The Preferred Ordinary Shares are inextricably linked to the ordinary investment, and they offer ringfenced economic exposure to the risks and rewards of these investments only, with no right to residual beyond the variable returns generated by that specific investment. As such, they are considered financial liabilities.

Given the direct legal and contractual link between the Preferred Ordinary Shares liability and their corresponding Investment in Financial Assets, Altvest also measures these financial liabilities at FVTPL to reduce any accounting mismatch that would arise as a result as a result of these instruments being measured on different bases (IFRS 9:4.2.2).

4. Investments in financial assets

The investments listed below were acquired with the view to achieve capital appreciation and to raise funds through the issue of linked Preferred Ordinary Shares.

Altvest is classified as an Investment Entity as it meets the criteria (IFRS 10:28), and as such measures its investments and associated Preferred Ordinary Shares at Fair Value through Profit or Loss.

The fair value estimation generated for the investments are a Level 3 - fair value classification.

4.1 Umganu Lodge Holdings Pty Ltd

Umganu Lodge is an ultra-exclusive 5-bedroom luxury lodge in the Elephant Point Estate, bordering the Kruger National Park and Sabie Sands game reserves. It is managed by Legacy Hotels. Altvest purchase 50% of the Ordinary Shares in Umganu Lodge. Preferred Ordinary shares were offered to public investors on The CTSE for up to 43.6% of the total ultimate economic rights in unlisted Umganu Lodge. 41% of the economic rights of 43.6% of these Preferred Ordinary shares were subscribed for by year end.

Determining the fair value applicable to the related financial liability, Altvest Capital gives the highest priority to the quoted market prices of the listed Preferred Ordinary Shares on The CTSE. There were no dividends received from this investment.

	No. of shares held	Share-holding	Un-audited 31 August 2023 (6 months) Consolidated R	Un-audited 31 August 2023 (6 months) Company R	Audited 28 February 2023 (12 months) Company R
Carrying amount	100	50%	17,307,825	17,307,825	17,307,825
Original cost of equity instruments designated as at fair value through profit or loss			15,000,000	15,000,000	15,000,000
Fair value adjustment			2,307,825	2,307,825	2,307,825

The fair value of 100% of Umganu Lodge is R 34mil.

4.2 Bambanani Family Group Pty Ltd

Bambanani is a family focused restaurant with one current location in Melville Johannesburg, offering a unique mix of premium dining and childcare facilities tar-geting a middle-upper income client base. Preferred Ordinary shares were offered to public investors on the CTSE for ultimate economic rights in unlisted Bambanani Family Group. Altvest has agreed to purchase ordinary equity shares in unlisted Bambanani Family Group only to the extent that there is proportionate demand for Preferred Ordinary Shares. Determining the fair value applicable to the related financial liability, Altvest gives the highest priority to the quoted market prices of the listed Preferred Ordinary Shares on the CTSE. There were no dividends received from this investment.

	No. of shares held	Share-holding	Un-audited 31 August 2023 (6 months) Consolidated R	Un-audited 31 August 2023 (6 months) Company R	Audited 28 February 2023 (12 months) Company R
Carrying amount	230	19%	4,531,180	4,531,180	4,531,180
Original cost of equity instruments designated as at fair value through profit or loss			4,600,607	4,600,607	4,600,607
Fair value adjustment			(69,427)	(69,427)	(69,427)

4.3 Altvest Credit Opportunities Fund

Altvest Credit Opportunities Fund is a lending platform focused on offering affordable debt financing to qualifying small and medium enterprises, with a focus on businesses that demonstrate women-empowerment credentials. Determining the fair value applicable to the related financial liability, Altvest Ltd gives the highest priority to the quoted market prices of the listed Preferred Ordinary Shares on the CTSE. Altvest has determined the fair value of this investment with reference to an independent valuation determined by an external party. There were no dividends received from this investment. ACOF was listed on the 5th of September 2023.

Carrying amount	100	100%	75,020,000	75,020,000	-
Original cost of equity instruments designated as at fair value through profit or loss			-	-	-
Fair value adjustment			75,020,000	75,020,000	-

4.4 Investment portfolio

Various alternative investment platforms - from which no dividends were received

	Un-audited 31 August 2023 (6 months) Consolidated R	Un-audited 31 August 2023 (6 months) Company R	Audited 28 February 2023 (12 months) Company R
Various alternative investment platforms - from which no dividends were received.	2,060	2,060	2,060
Total amount:	**96,861,065**	**96,861,065**	**21,841,065**

Encompassing:

Umganu Lodge

Bambanani Family Group

ACOF

5. Investment in subsidiaries

5.1 A Trade

Carrying amount - share of result	-	-	-
Opening balance - fair value on investment beginning of the year	-	-	136,263
Shares purchased	-	-	150,000
Fair value adjustment Investment disposed	-	-	(286,263)

A-Trade was previously held as an associate and disposed of in the prior financial year.

5.2 Altvest Securities Pty Ltd (formerly Altvest Media Pty Ltd)

Altvest Securities Pty Ltd (formerly Altvest Media Pty Ltd)	No. of shares held	Share-holding	Un-audited 31 August 2023 (6 months) Consolidated R	Un-audited 31 August 2023 (6 months) Company R	Audited 28 February 2023 (12 months) Company R
Carrying amount - share of result	100	100%	-	-	-
Summary of investment company's results :			-	-	-
Total assets			-	1,436,031	-
Total liabilities			-	1,515,638	-
Revenue			-	540	-
Total comprehensive loss			-	(119,307)	-

Altvest Securities launched on 01 April 2023

6. Deferred tax

6.1 Deferred tax balance consist of:

	Un-audited 31 August 2023 (6 months) Consolidated R	Un-audited 31 August 2023 (6 months) Company R	Audited 28 February 2023 (12 months) Company R
Fair value movement on investments	(16,687,814)	(16,687,814)	(483,494)
Right of use asset	(267,079)	(267,079)	(314,210)
Pre-trade expenditure	726,552	726,552	726,552
Provisions	69,703	69,703	62,090
Lease liability	294,139	294,139	331,560
Assessed losses	12,587,085	12,587,085	-
Fair value movement on financial liabilities	(424,926)	(424,926)	109,760
Net deferred asset/(liabilities)	**(3,702,340)**	**(3,702,340)**	**432,258**

6.2 Reconciliation between deferred taxation opening and closing balance

	Un-audited 31 August 2023 (6 months) Consolidated R	Un-audited 31 August 2023 (6 months) Company R	Audited 28 February 2023 (12 months) Company R
Deferred tax asset at the beginning of the year	432,258	432,258	511,220
Deferred tax movement	(4,134,598)	(4,134,598)	(78,962)
Charge to income - due to timing differences	(16,721,683)	(16,721,683)	(564,519)
Charge to income - previously unrecognised	12,587,085	12,587,085	485,557
Deferred tax asset/(liability) at the end of the year	**(3,702,340)**	**(3,702,340)**	**432,258**

At the prior year balance sheet date, the company had unused tax losses of R37,096,216 available for offset against future profits. No deferred tax asset has been recognised in the prior year in respect of the unused tax loss balance of R37,096,216 due to the unpredictability of the of future profit streams. During the current period a deferred tax asset of R 12,587,085 in respect of such losses have been raised due to a deferred tax liability being available against which the deferred tax asset could be recognised.

7. Loans receivable

Altvest Credit Opportunities Fund	2,796,235	2,796,235	2,307,220
The above loan is unsecured, bears no interest and has no fixed terms of repayment. The loan is receivable on demand.			
Non-current asset	-	-	-
Current asset	2,796,235	2,796,235	2,307,220

8. Earnings per ordinary share

The calculations of basic earnings per ordinary share and diluted earnings per ordinary share are as follows:

8.1 Calculation of earnings per share

	Un-audited 31 August 2023 (6 months) Consolidated R	Un-audited 31 August 2023 (6 months) Company R	Audited 28 February 2023 (12 months) Company R
Profit / (loss) attributable to ordinary shareholders for the year	63,163,185	63,282,492	(36,942,330)
Weighted average number of ordinary shares during the year	10,000,000	10,000,000	10,000,000
Adjusted for treasury shares held by entities in the group	-	(280,000)	(280,000)
Weighted average number of ordinary shares in issue	10,000,000	9,720,000	9,720,000
Basic earnings/(loss) per share (Rands)	6.32	6.51	(3.80)

8.2 Diluted earnings per share

Profit / (loss) attributable to ordinary shareholders for the year	63,163,185	63,282,492	(36,942,330)
Weighted average number of ordinary shares in issue	10,000,000	9,720,000	9,720,000
Adjusted for treasury shares held by entities in the group	-	25,000	25,000
Weighted average number of ordinary shares in issue	10,000,000	9,745,000	9,745,000
Diluted earnings per share (Rands)	6.32	6.49	(3.79)

8.3 Earnings per share

	Un-audited 31 August 2023 (6 months) Consolidated R	Un-audited 31 August 2023 (6 months) Company R	Audited 28 February 2023 (12 months) Company R
Profit / (loss) attributable to ordinary shareholders for the year	63,163,185	63,282,492	(36,942,330)
Headline adjustment items added:			
Loss on disposal of investment in associate	-	-	286,263
Impairment of loan	-	-	2,094,161
Altvest headline earnings	63,163,185	63,282,492	(34,561,906)
Headlines earnings/(loss) per ordinary share (Rands)	6.32	6.51	(3.56)
Diluted headline earnings/(loss) per ordinary share (Rands)	6.32	6.49	(3.55)

9. Share capital

Authorised			
100,000,000 Ordinary shares at no par value	-	-	-
1,000,000,000 Preferred ordinary shares at no par value	-	-	-
Issued			
4,880,000 Ordinary shares no par value	23,000,000	24,400,000	24,400,000
3,965,000 Ordinary shares no par value - equity settled share based payments	21,551,410	21,551,410	21,551,410
875,000 Ordinary shares no par value - equity settled shareholder and director loans	4,048,590	4,048,590	4,048,590
280,000 Ordinary shares no par value - treasury shares **	-	(1,400,000)	(1,400,000)
	48,600,000	**48,600,000**	**48,600,000**

**25 000 of the treasury shares are unvested shares allocated to employees and 255,000 are treasury shares held within the group.

10. Financial liabilities designated at fair value through profit or loss

10.1 Fair value of liabilities on Preferred Ordinary Shares

Preferred Ordinary Share Class A - Umganu Lodge Holdings Pty Ltd

Shares issued	Price per share (R)	Un-audited 31 August 2023 (6 months) Consolidated R	Un-audited 31 August 2023 (6 months) Company R	Audited 28 February 2023 (12 months) Company R
5,958,529	1.02	6,077,700	6,077,700	6,504,314

The value of the financial liability has been determined based on the Preferred Ordinary Shares issued and traded on CTSE market, calculated as last observable market price per share (level 1) at the number of shares in issue.

Preferred Ordinary Share Class B - Bambanani Family Group Pty Ltd

531,090	11.06	5,873,855	5,873,855	4,542,430

The value of the financial liability has been determined based on the Preferred Ordinary Shares issued and traded on CTSE market, calculated as last observable market price per share (level 1) at the number of shares in issue.

Preferred Ordinary Share Class C - Altvest Credit Opportunities Fund

556,299	3.00	1,669,497	1,669,497	-

The value of the financial liability has been determined based on the Preferred Ordinary Shares issued and traded on CTSE market, calculated as last observable market price per share (level 1) at the number of shares in issue.

Sum of all liabilities held at fair value through profit/(loss)	13,621,052	13,621,052	11,046,744

10.2 Reconciliation of Fair Value of preferred ordinary shares

	Un-audited 31 August 2023 (6 months) Consolidated R	Un-audited 31 August 2023 (6 months) Company R	Audited 28 February 2023 (12 months) Company R
Original value of preferred ordinary shares issued at beginning of the year	11,046,744	11,046,744	-
Original value of preferred ordinary shares issued during year	4,554,630	4,554,630	10,640,225
Fair value gain/(loss) on liabilities designated at fair value through profit /(loss)	(1,980,322)	(1,980,322)	406,519
Fair value of liabilities on Preferred Ordinary Shares	13,621,052	13,621,052	11,046,744

11. Loss before taxation

11.1 Loss before taxation is arrived at after taking into account the following:

Income

Fair value gain on investments designated at fair value through profit or loss	75,020,000	75,020,000	2,238,398
Fair value gain on investments designated at fair value through profit or loss - Umganu Lodge Holdings Pty Ltd	-	-	2,307,825
Fair value gain on investments designated at fair value through profit or loss - Bambanani Family Group Pty Ltd	-	-	(69,427)
Fair value gain on investments designated at fair value through profit or loss - Altvest Credit Opportunities Fund	75,020,000	75,020,000	-
Revenue on the issuance of Preferred Ordinary Shares - Class A and B	-	-	873,867
Interest received *	1,595	556	112,544

* Interest income received relates to interest charged on loans receivable and interest earned from banks.

	Un-audited 31 August 2023 (6 months) Consolidated R	Un-audited 31 August 2023 (6 months) Company R	Audited 28 February 2023 (12 months) Company R
Expenses			
Depreciation	208,250	208,250	267,303
Right of use assets	174,562	174,562	232,748
Computer equipment	33,688	33,688	34,555
Directors' remuneration	1,930,614	1,930,614	4,147,401
Employee cost	3,798,918	3,834,565	5,351,573
Consulting fees	401,230	401,230	6,754,742
Finance charges **	60,022	60,022	89,884
Fair value gain/(loss) on liabilities designated at fair value through profit and loss	1,980,322	1,980,322	(406,519)
Loan impaired	-	-	2,094,161
Loss on disposal of investment in associate	-	-	286,263

** Finance charges relates to Rights of use asset lease finance cost

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