

# MOZAMBIQUE RECYCLERS, LIMITADA

Company Registration Number 100 900 793

Financial Statements for the year ended 31 March 2025

## INDEPENDENT AUDITOR S REPORT

To the Board Members of

MOZAMBIQUE RECYCLERS, LIMITADA

### Report on the Audit of the Financial Statements

#### Opinion

We have audited the financial statements of MOZAMBIQUE RECYCLERS, LIMITADA (the company), which comprise the balance sheet at 31 March, 2025 and the Income Statement, the Statement of Cash Flows and the Statement of Changes in Equity for the year then ended and the notes to the financial statements, including a summary of significant accounting policies,

In our opinion, the accompanying financial statements of the entity were prepared, in all material respects, in accordance with the General Accounting Plan based on International Financial Reporting Standards (PGC-NIRF).

#### Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (ISA). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the financial statements section of our report. We are independent of the entity in accordance with the ethical requirements that are relevant to our audit of the financial statements in Mozambique, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence that we have obtained is sufficient and appropriate to provide a basis for our opinion,

#### Responsibilities of the Board of Directors for the financial statements

The Board of Directors is responsible for the preparation of financial statements that give a true and fair view in accordance with the PGC-NIRF, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Board of Directors is responsible for assessing the entity's ability to continue as a going-concern, disclosing, as applicable, matters related to going-concern and using the going-concern basis of accounting, unless management either intends to liquidate the entity or cease operation of has not realistic alternative but to do so.

The board of directors is responsible for overseeing the entity s financial reporting process.



# MOZAMBIQUE RECYCLERS, LIMITADA

Company Registration Number 100 900 793

Financial Statements for the year ended 31 March 2025

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

Our objectives are to obtain reasonable assurance about whether the financial statements, as a whole, are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes an opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit in accordance with ISA will always detect material mistakes when it exists. Misstatements can arise from fraud or error and are considered material if, individually or, in the aggregate, they could reasonably be expected to influence the economic decisions of users, taken on the basis of the financial statements.

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

Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion.

The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional misrepresentation or the overriding of internal control.

Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control.

Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.

Conclude on the appropriateness of the Board of Directors' use of the going-concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the entity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the entity to cease to continue as a going concern.

Evaluate the overall presentation, structure, and content of the financial statements, including the disclosures and whether the financial statements represent the underlying transactions in a manner that achieves fair presentation.

# MOZAMBIQUE RECYCLERS, LIMITADA

Company Registration Number 100 900 793

Financial Statements for the year ended 31 March 2025

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

We also provide the Board of Directors with a statement that we have complied with relevant ethical requirement regarding independent and independence and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence and where possible, related safeguards.

From the matters communicated to the board of directors, we determined those matters that were of the most significance in the financial statements of the current period and are therefore the key audit matters.

The engagement partner on the audit resulting in this independent auditor's report is Helder Neto.

NCA - Sociedade de Auditores e Contabilistas Certificados, Lda

(Registered Company No. 29/SAC/OCAM/2022)

Represented by:



Helder Neto, Comó & Associados  
Sociedade de Auditores e  
Contabilista Certificados


Helder Neto (Partner, Certified Auditor nr.24/CA/OCAM/2012)  
N.I.T. 491483594

Maputo, 28 April 2025


Mozambique Recyclers, Limitada  
Balance sheet As at March 31, 2025



		(MZN in lacs)	
Particulars	Note	As at March 31, 2025	As at Mar 31, 2024
<b>I. ASSETS</b>			
<b>1 Non - current assets</b>			
(a) Property, Plant and Equipment	2	200.40	209.03
(b) Capital work-in-progress		-	16.84
(c) Right of Use Assets		-	-
(d) Goodwill		-	-
(e) Other Intangible assets		-	-
(f) Intangible assets under development		-	-
(g) Financial Assets			
(i) Investments		-	-
(ii) Trade receivables - non current		-	-
(iii) Loans		-	-
(iv) Others	3	2.02	1.32
		<b>202.42</b>	<b>227.19</b>
<b>2 Current assets</b>			
(a) Inventories	4	746.52	738.94
(b) Financial Assets			
(i) Investments		-	-
(ii) Loans		-	-
(iii) Trade receivables	5	1,631.85	1,270.13
(iv) Cash and cash equivalents	6	396.16	534.43
(v) Bank balances other than (iv) above	6	1,321.13	603.92
(vi) Others	3	3.43	12.67
(c) Current Tax Assets (Net)	7	10.83	-
(d) Other current assets	8	3.01	25.90
<b>3 Assets held-for-sale</b>		-	-
		<b>4,112.93</b>	<b>3,185.99</b>
<b>Total Assets</b>		<b>4,315.35</b>	<b>3,413.18</b>
<b>II. EQUITY AND LIABILITIES</b>			
<b>1 Equity</b>			
(a) Equity's Share capital	9	6.09	6.09
(b) Other equity		4,204.28	3,236.64
<b>Total Equity</b>		<b>4,210.37</b>	<b>3,241.73</b>
<b>2 Liabilities</b>			
<b>Non - current liabilities</b>			
Provisions	10	1.23	1.35
		<b>1.23</b>	<b>1.35</b>
<b>3 Current liabilities</b>			
<b>Financial Liabilities</b>			
(i) Borrowings		-	-
(ii) Trade payables	11	64.83	105.31
(iii) Lease Liabilities		-	-
(iv) Other financial liabilities	12	38.92	64.79
<b>4 Liabilities directly associated with assets classified as held for sale</b>		-	-
		<b>103.75</b>	<b>170.10</b>
		<b>104.98</b>	<b>171.45</b>
<b>Total Equity and Liabilities</b>		<b>4,315.35</b>	<b>3,413.18</b>


**Neto, Comé & Associados**  
 Sociedade de Auditores e  
 Contabilistas Certificados  
 NUIT: 491483594

<b>Mozambique Recyclers, Limitada</b> <b>Statement of profit and loss For the year ended March 31, 2025</b> <small>(All amounts in MZN. Lacs, unless otherwise stated)</small>			
Particulars	Note	For the year ended March 31, 2025	For the year ended Mar 31, 2024
I Revenue from operations	13	5,880.10	5,860.15
II Other income	14	182.87	101.49
III Total income (I + II)		6,062.97	5,961.64
IV Expenses:			
(a) Cost of materials consumed	15	4,231.26	4,476.37
(b) Excise duty		-	-
(c) Purchases of Stock-in-trade		-	-
(d) Changes in inventories of finished goods, Stock-in-trade and work-in-progress	16	177.20	53.61
(e) Employee benefits expense	17	183.64	221.14
(f) Finance costs	18	-	8.12
(g) Depreciation and amortisation expense	19	29.96	64.29
(h) Other expenses	20	472.26	555.68
Total expenses (IV)		5,094.32	5,379.21
V Share of profit of associates			
VI Profit before tax (III - IV + V)		968.65	582.43
VII Tax expense:			
(a) Current tax		-	-
Excess provision for tax relating to earlier years written back		-	-
(b) Deferred tax charge		-	-
Current, Unsecured, considered good			
VIII Profit for the year (VI - VII)		968.65	582.43
IX Other comprehensive income (OCI)			
Other comprehensive income		-	-
X Total comprehensive income for the year (VIII + IX)		968.65	582.43
Profit for the year attributable to:			
- Owners of the Company		968.65	582.43
- Non-controlling interests		968.65	582.43


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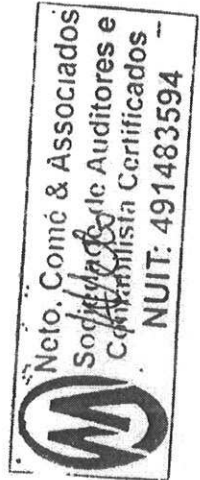
## Mozambique Recyclers, Limitada

Notes forming part of the financial statements

(All amounts in MZN. Lacs, unless otherwise stated)

**Note 2 - Property, Plant and Equipment**

As at March 31, 2025	(MZN In lacs)							
Particulars	Freehold land	Buildings	Plant and equipments	Office Equipment	Computer and accessories	Furniture and fixtures	Vehicles	Total
Cost								
As at March 31, 2023	-	11.09	290.87	4.40	0.48	1.53	13.50	321.87
Additions during the year	-	56.67	2.00	0.24	-	-	-	58.91
Disposals/ Adjustments	-	-	-1.93	-	-	-	-	-1.93
As at March 31, 2024	-	67.76	290.94	4.64	0.48	1.53	13.50	378.85
Additions during the year	-	2.70	3.79	0.39	-	0.37	-	7.25
Disposals/ Adjustments	-	-	14.08	-	-	-	-	14.08
As at March 31, 2025	-	70.46	308.82	5.03	0.48	1.89	13.50	400.19
Depreciation								
As at March 31, 2023	-	1.66	97.48	2.54	0.06	0.07	3.74	105.54
Charge for the year	-	1.15	58.78	0.70	0.12	0.15	3.38	64.29
Deletions	-	-	-	-	-	-	-	-
Translation difference	-	2.81	156.26	3.24	0.18	0.22	7.11	169.83
As at March 31, 2024	-	3.43	21.70	1.15	0.12	0.18	3.38	29.96
Charge for the year	-	-	-	-	-	-	-	-
Deletions	-	-	-	-	-	-	-	-
Current, Unsecured, considered good	-	6.24	177.97	4.39	0.30	0.40	10.49	199.79
As at March 31, 2025	-	-	-	-	-	-	-	-
As at March 31, 2025	-	64.22	130.85	0.64	0.18	1.49	3.01	200.40
As at March 31, 2024	-	64.95	134.68	1.40	0.30	1.30	6.39	209.03
As at March 31, 2025	-	-	-	-	-	-	-	-



# Mozambique Recyclers, Limitada

Notes forming part of the financial statements

(All amounts in MZN. Lacs, unless otherwise stated)

## Note 3 - Other financial assets

Particulars	As at	As at
	March 31, 2025	March 31, 2024
Non current, Unsecured, considered good		
Security deposits	2.02	1.32
<b>Total</b>	<b>2.02</b>	<b>1.32</b>
Current, Unsecured, considered good		
Other Contractual receivables from related parties	0.00	2.11
Others (amount deposited with Government authorities)	3.40	1.34
Expenses- Employee & Workers Receivable	0.03	9.21
<b>Total</b>	<b>3.43</b>	<b>12.67</b>

## Note 4 - Inventories

Particulars	As at	As at
	March 31, 2025	March 31, 2024
(a) Raw materials and bought out components	300.70	108.07
Goods-in-transit	50.61	31.23
(b) Work-in-progress	99.14	190.09
(c) Finished goods (other than those acquired for trading)	163.74	158.34
Goods-in-transit	83.99	175.65
(d) Stock-in-trade (in respect of goods acquired for trading)	-	-
(e) Stores and spares	10.31	16.54
(f) Consumables	38.03	59.02
	<b>746.52</b>	<b>738.94</b>
<b>Total</b>	<b>746.52</b>	<b>738.94</b>

## Note 5 - Trade receivables

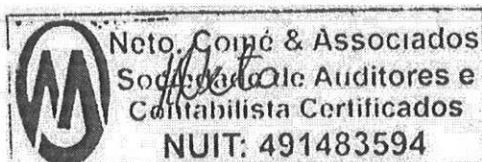
Particulars	As at	As at
	March 31, 2025	March 31, 2024
Unsecured, considered good	1,631.85	1,270.13
<b>Total</b>	<b>1,631.85</b>	<b>1,270.13</b>

## Note 6 - Cash and cash equivalents

Particulars	As at	As at
	March 31, 2025	March 31, 2024
(a) Cash and cash equivalents		
Balances with banks		
-on current accounts	395.28	533.07
Cash on hand	0.88	1.36
<b>Total (a)</b>	<b>396.16</b>	<b>534.43</b>
(b) Bank balances Other than (a) above		
Balances held as margin money against borrowings	1,321.13	603.92
<b>Total (b)</b>	<b>1,321.13</b>	<b>603.92</b>

## Note 7- Current Tax Assets

Particulars	As at	As at
	March 31, 2025	March 31, 2024
Advance income tax and tax deducted at source receivables	10.83	-
<b>Total</b>	<b>10.83</b>	<b>-</b>



**Mozambique Recyclers, Limitada**

Notes forming part of the financial statements

(All amounts in MZN. Lacs, unless otherwise stated)

**Note 8 - Other current assets**

Particulars	As at March 31, 2025	As at March 31, 2024
Advances to vendors	0.75	23.03
Prepaid expenses-current	2.26	2.87
<b>Total</b>	<b>3.01</b>	<b>25.91</b>

**Note 9 - Equity share capital**

Particulars	As at March 31, 2025	As at March 31, 2024
Authorised		
Equity shares	6.09	6.09
Issued, subscribed and fully paid up	6.09	6.09
Equity shares	6.09	6.09
<b>Total</b>	<b>6.09</b>	<b>6.09</b>

**Note 10 - Provisions**

Particulars	As at March 31, 2025	As at March 31, 2024
Provision for compensated absences	1.23	1.35
<b>Total</b>	<b>1.23</b>	<b>1.35</b>

**Note 11 - Trade payables**

Particulars	As at March 31, 2025	As at March 31, 2024
Outstanding dues to Micro and Small enterprises		
Outstanding dues to parties other than Micro and Small enterprises	64.83	105.31
	<b>64.83</b>	<b>105.31</b>

**Note 12 - Other financial liabilities**

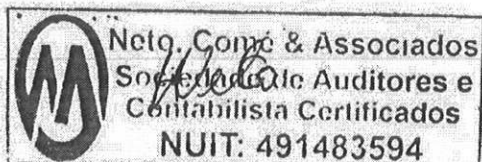
Particulars	As at March 31, 2025	As at March 31, 2024
Other Contractual payable to related parties	16.89	16.89
Expenses- Employee & Workers payable	22.03	47.90
	<b>38.92</b>	<b>64.79</b>

**Note 13 - Revenue from operations**

Particulars	For the year ended March 31, 2025	For the year ended March 31, 2024
Sale of products	5,880.10	5,860.15
<b>Total</b>	<b>5,880.10</b>	<b>5,860.15</b>

**Note 14 - Other Income**

Particulars	For the year ended March 31, 2025	For the year ended March 31, 2024
Interest income earned on financial assets that are not designated as at fair value through profit and loss		
(a) On bank deposits (at amortised cost)	89.00	34.25
(b) On other financial assets carried at amortised cost	93.87	67.24
<b>Total</b>	<b>182.87</b>	<b>101.49</b>



## Mozambique Recyclers, Limitada

Notes forming part of the financial statements

(All amounts in MZN. Lacs, unless otherwise stated)

### Note 15 - Cost of material consumed

Particulars	For the year ended March 31, 2025	For the year ended March 31, 2024
Raw materials and bought out components consumed	4,231.26	4,476.37
<b>Total</b>	<b>4,231.26</b>	<b>4,476.37</b>

### Note 16 - Changes in inventory of finished goods, work-in-progress and stock-in-trade

Particulars	For the year ended March 31, 2025	For the year ended March 31, 2024
Opening stock		
Finished goods	333.99	254.64
Work-in-progress	190.09	323.05
Less: Closing stock		
Finished goods	247.73	333.99
Work-in-progress	99.14	190.09
<b>Net increase/ (decrease) in inventory of finished goods, work-in-progress and stock-in-trade</b>	<b>177.20</b>	<b>53.61</b>

### Note 17 - Employee benefits expense

Particulars	For the year ended March 31, 2025	For the year ended March 31, 2024
Salaries and wages	170.24	202.25
Staff welfare expenses	4.81	6.22
<b>Total</b>	<b>183.64</b>	<b>221.14</b>

### Note 18 - Finance cost

Particulars	For the year ended March 31, 2025	For the year ended March 31, 2024
Interest costs on Borrowings	-	8.12
<b>Total</b>	<b>-</b>	<b>8.12</b>

### Note 19 - Depreciation and amortisation expense

Particulars	For the year ended March 31, 2025	For the year ended March 31, 2024
Depreciation of Property, Plant and Equipment	29.96	64.29
<b>Total</b>	<b>29.96</b>	<b>64.29</b>

### Note 20 - Other expenses

Particulars	For the year ended March 31, 2025	For the year ended March 31, 2024
Legal and professional	20.07	16.15
-Plant & machinery	22.11	20.22
-Buildings	0.16	0.04
Freight and forwarding	269.32	365.48
Travelling and conveyance	7.96	8.43
Printing and stationery	0.00	0.02
Donations and contributions	-	0.02
Payment to auditors	-	3.60
Written off/provision for doubtful trade receivables, loans and advances	1.67	-
Net loss on foreign currency transactions and translation	36.28	44.77
Bank charges	35.19	21.24
Vehicle hire expenses	0.01	-
Vehicle running expenses	1.08	0.39
Miscellaneous expenses	13.17	10.55
<b>Total</b>	<b>472.25</b>	<b>555.68</b>

