

Financial Highlights

|                                     | Change | Unaudited<br>30 June<br>2025<br>USD | Unaudited<br>30 June<br>2024<br>USD |
|-------------------------------------|--------|-------------------------------------|-------------------------------------|
| Revenue                             | -7%    | 29,181,860                          | 31,510,424                          |
| EBT                                 | -8%    | 4,510,316                           | 4,878,091                           |
| EBITDFVA                            | -7%    | 6,746,946                           | 7,269,383                           |
| EBITDFVA/Turnover                   | 0%     | 23%                                 | 23%                                 |
| Basic earnings per share (cents)    | -19%   | 1.22                                | 1.50                                |
| Diluted earnings per share (cents)  | -21%   | 1.19                                | 1.50                                |
| Headline earnings per share (cents) | -22%   | 1.18                                | 1.51                                |

CHAIRMAN'S STATEMENT

INTRODUCTION

I am pleased to present my report for the half-year period ended 30 June 2025. The Group's financial statements have been prepared in accordance with relevant International Financial Reporting Standards (IFRS).

OPERATING ENVIRONMENT

The operating environment has been relatively stable characterised by a low and declining month-on-month inflation, which averaged 2% in the period under review even though annual inflation still remain high at an average of 92% due to rebasing effects. The RBZ's tight monetary policy stance has been largely effective in stabilising exchange rates of the local currency, ZWG, hence inflation. However, the same monetary policies have also resulted in tight liquidity in the economy leading to increase in borrowing cost which may threaten to slow down economic activity.

Furthermore, there have been positive economic developments in key sectors of the economy with the just ended tobacco selling season delivering a record-breaking output of 350 million kilograms sold at more than USD 1 billion in the Agricultural sector, whilst commodity prices in the mining sector have been firming especially with gold and platinum. The government has also continued its road infrastructure rehabilitation projects countrywide thereby generating significant economic activity within the construction sector. Given these positive developments in the economy, a projected annual economic growth of 6% seems achievable.

OPERATIONS REVIEW

The Contracting business continues to demonstrate its strength, with a robust and growing order book that stands at USD301 million. We are pleased to report the addition of significant new orders, particularly in the roads and mining sectors, reinforcing our market leadership and future revenue visibility. While we commend the government's ongoing commitment to infrastructure investments, we acknowledge that project execution timelines can be impacted by limited funding and liquidity in the domestic financial market. Nonetheless, the Group remains agile and resilient, actively diversifying into private sector projects since the beginning of the year to successfully manage concentration and credit risks, thereby ensuring a balanced and sustainable growth trajectory.

Our quarry mine business, Stemrich Investments, remains a strategic asset, consistently supporting the Contracting business with high-quality aggregates. This business unit has further enhanced its offering by acquiring a concrete precast making machine, expanding its product lines and creating new revenue streams that are already contributing positively to Group performance. In the Property business, a temporary 3% decline in rental income was recorded due to ongoing refurbishment of some rental properties. However, once completed, these improvements are expected to drive revenue growth. In addition, our housing development project is nearing completion, with sales of stands expected to commence in the last quarter, positioning the business unit for a strong finish to the year and future growth.

REVIEW OF FINANCIAL PERFORMANCE

Revenue for the half year period under review was USD29.2 million (2024: USD31.5 million), reflecting a 7% decrease compared to the prior year, primarily due to a strategic slowdown in public sector road projects during the first quarter. This approach was taken in response to delays in funding support and an unusually long rainy season, with the intention of optimising project selection and resource allocation. Encouragingly, this initiative is already bearing fruit, as performance in the second quarter showed a strong recovery, exceeding prior year levels by 22%. Furthermore, the Group's increased focus on private sector projects significantly improved the business's cash flow position and built a solid foundation for continued growth. Earnings before Interest, Tax, Depreciation and Fair Value Adjustments (EBITDFVA) stood at USD5.9 million (2024: USD6.4 million), an 8% decrease year-on-year, mainly due to cost incurred from the staff rationalisation conducted as part of operational streamlining for future efficiency.

Despite the temporary reduction in public sector related revenues, the Group's financial position remains robust, with non-current assets increasing by 2% to USD30.6 million (2024: USD30 million), driven by USD2.6 million in capital expenditure on modern plant and equipment to enhance capacity. A key investment was the procurement of an asphalt manufacturing plant. These investments were primarily funded by medium-term borrowings from local banks, resulting in total borrowings rising to USD3.2 million (2024: USD2.5 million). Both current assets and current liabilities declined, closing at USD58.2 million (2024: USD62.3 million) and USD42.3 million (2024: USD50.7 million), respectively, a result of reduced contracts in progress receivable and payable, which reflects improved project delivery and working capital management. Consequently, total assets and total liabilities ended the period at USD88.8 million (2024: USD92.3 million) and USD55.7 million (2024: USD61.7 million), representing declines of 4% and 10%, respectively. In summary, the Group's initiatives in the first quarter have delivered positive results, with a notable second quarter recovery and strengthened cash flow, positioning the Group to capitalise on future opportunities and deliver long-term stakeholder value.

OCCUPATIONAL HEALTH AND SAFETY ASSESSEMENT SYSTEM

The safety and wellbeing of our workforce and the communities in which we operate remain our highest priority, fully embedded in our core values. During the period under review, the Group Lost Time Injury Frequency Rate (LTIFR) rose to 0.63, compared to zero in the previous period.No fatalities have been recorded to date. Key learnings from the incident have already been integrated into our operational protocols, further strengthening our safety culture and ensuring continuous improvement to prevent recurrence.

The Group's unwavering commitment to best practice is affirmed by our certifications to the International Organisation for Standardisation (ISO) 9001:2015 Quality Management System, ISO 14001:2015 Environmental Management System, and ISO 45001:2018 Occupational Health & Safety Management System. These achievements reflect our proactive approach to quality, environmental stewardship, and occupational health and safety, and provide assurance that we operate to the highest international standards.

SUSTAINABILITY REPORTING

The Group remains committed to environmental sustainability through impactful initiatives. Our partnership with Geo Pomona Waste Management ensures responsible waste disposal in compliance with EMA regulations. We also planted 327 trees in the first half of 2025 and conducted 45 clean-up campaigns, achieving 92% compliance with national clean-up days. We are advancing diversity and inclusion by maintaining women's representation at 17% across our workforce, which is above the industry average of 12–15%. Despite ongoing challenges of gender imbalance in construction, we remain committed to further progress and an inclusive work environment.

The Group's robust governance structures ensure accountability and sustainable performance. The Board's Audit Committee continues to oversee our sustainability agenda. We have retained all three ISO certifications, Environment, Occupational Health & Safety, and Quality, demonstrating strong management systems and a commitment to continuous improvement through proactive risk and opportunity management.

OUTLOOK

The Group remains optimistic about the future, supported by the government's continued commitment to public infrastructure projects and the country's projected economic growth of 6% for 2025. However, persistent funding challenges within the public sector are expected to continue hampering the timely progress and execution of these projects. Recognising this environment, the Group is strategically increasing its focus on tapping into the private sector, where new opportunities continue to emerge, especially in the buoyant mining industry, underpinned by strong gold and platinum prices.

While tight liquidity and a restrictive monetary policy are likely to pose challenges for the sector as a whole, the Group is well positioned to navigate these headwinds. We will continue to collaborate closely with government stakeholders to advocate for adequate project funding and ensure that key infrastructure developments remain on track. At the same time, our diversification into private sector projects will help mitigate concentration risk and support the Group's revenue and profitability growth. Overall, despite the prevailing liquidity constraints, the Group is confident in its ability to execute on its profitable projects and capitalise on emerging opportunities across both the public and private sectors.

DIVIDEND DECLARATION

The Board, having considered the Group's profitability, liquidity and solvency has proposed an interim cash dividend of US0.27 cents per share payable 70% in USD and 30% in ZWG equivalent.

DIRECTORATE

The Group announces the resignation of Mrs. Agnes Makamure from her role as Finance Director and as a member of the Board, effective 30 June 2025. We extend our sincere gratitude for her valuable insights and leadership over the years.

APPRECIATION

On behalf of the Board, I extend our sincere appreciation to our valued customers, the government, shareholders, suppliers, bankers, and other stakeholders for their continued support. I also wish to thank management and staff for their dedication and professionalism throughout the period.

For and on behalf of the Board



G Sebborn  
Chairman

Dividend Declaration Notice

Notice is hereby given that the Masimba Holdings Limited board has declared an interim cash dividend for the half year ended 30 June 2025 of USD0.27 cents per share payable 70% in USD and 30% ZWG equivalent.

The dividend will be payable in full to all shareholders of the Company registered at the close of business on Friday 17 October 2025.

The payment of the dividend will take place on or about Thursday 23 October 2025. The applicable shareholder tax will be deducted from the gross dividends.

The shares of the Company will trade cum dividend on the Zimbabwe Stock Exchange up to the market day of Wednesday 15 October 2025 and ex-dividend starting Thursday 16 October 2025.

BY ORDER OF THE BOARD



P. Mutiti  
Company Secretary

30 September 2025

Abridged Consolidated Statement of Profit or Loss and Other Comprehensive Income  
for the half year ended 30 June 2025

| Notes                                                 | Unaudited<br>30 June<br>2025<br>USD | Unaudited<br>30 June<br>2024<br>USD |
|-------------------------------------------------------|-------------------------------------|-------------------------------------|
|                                                       | <b>29,181,860</b>                   | <b>31,510,424</b>                   |
| Revenue                                               |                                     |                                     |
| Profit before depreciation and fair value adjustments | 6,746,946                           | 7,269,383                           |
| Depreciation                                          | (2,082,220)                         | (2,232,633)                         |
| Operating profit                                      | <b>4,664,726</b>                    | <b>5,036,750</b>                    |
| Net interest paid                                     | (154,410)                           | (158,659)                           |
| Profit before tax                                     | <b>4,510,316</b>                    | <b>4,878,091</b>                    |
| Income Tax                                            | (1,596,624)                         | (1,253,687)                         |
| Profit for the period                                 | <b>2,913,692</b>                    | <b>3,624,404</b>                    |
| Number of shares in issue (millions)                  | 239                                 | 239                                 |
| Basic earnings per share (cents)                      | 1.22                                | 1.50                                |
| Diluted earnings per share (cents)                    | 1.19                                | 1.50                                |
| Headline earnings per share (cents)                   | 1.18                                | 1.51                                |

Abridged Consolidated Statement of Comprehensive Income  
for the half year ended 30 June 2025

|                                                                                                    | Unaudited<br>30 June<br>2025<br>USD | Unaudited<br>30 June<br>2024<br>USD |
|----------------------------------------------------------------------------------------------------|-------------------------------------|-------------------------------------|
| Profit for the period                                                                              | 2,913,692                           | 3,624,404                           |
| Other comprehensive income:                                                                        |                                     |                                     |
| Fair value adjustment on financial assets carried at fair value through other comprehensive income | (7,049)                             | (33,616)                            |
| Deferred tax charge on other comprehensive income                                                  | 70                                  | 447                                 |
| Other comprehensive income for the period, net of tax                                              | (6,979)                             | (33,169)                            |
| Total comprehensive income for the period                                                          | <b>2,906,713</b>                    | <b>3,591,235</b>                    |

Abridged Consolidated Statement of Financial Position  
as at 30 June 2025

| Notes                                         | Unaudited<br>30 June<br>2025<br>USD | Audited<br>30 December<br>2024<br>USD |
|-----------------------------------------------|-------------------------------------|---------------------------------------|
| Assets                                        |                                     |                                       |
| Property, plant and equipment                 | 3.3 22,712,647                      | 22,132,144                            |
| Investment property                           | 3.4 7,800,930                       | 7,800,930                             |
| Investments                                   | 3.5 48,091                          | 55,197                                |
|                                               | <b>30,561,668</b>                   | <b>29,988,271</b>                     |
| Current assets                                |                                     |                                       |
| Inventories                                   | 6,721,260                           | 6,973,735                             |
| Contracts in progress and accounts receivable | 3.6 48,639,576                      | 52,850,049                            |
| Cash and cash equivalents                     | 2,914,611                           | 2,559,425                             |
|                                               | <b>58,275,447</b>                   | <b>62,383,209</b>                     |
| Total assets                                  | <b>88,837,115</b>                   | <b>92,371,480</b>                     |
| Equity and Liabilities                        |                                     |                                       |
| Share capital                                 | 2,316,175                           | 2,316,175                             |
| Share premium                                 | 455,177                             | 455,177                               |
| Reserves                                      | 8,106,027                           | 8,113,006                             |
| Retained earnings                             | 22,224,012                          | 19,810,305                            |
|                                               | <b>33,101,391</b>                   | <b>30,694,663</b>                     |
| Non-current liabilities                       |                                     |                                       |
| Interest bearing borrowings                   | 3.7 1,912,771                       | 1,092,623                             |
| Deferred tax                                  | 11,488,693                          | 9,876,337                             |
|                                               | <b>13,401,464</b>                   | <b>10,968,960</b>                     |
| Current liabilities                           |                                     |                                       |
| Interest bearing borrowings                   | 1,260,227                           | 1,434,739                             |
| Accounts payable                              | 3.8 41,074,033                      | 49,273,118                            |
|                                               | <b>42,334,260</b>                   | <b>50,707,857</b>                     |
| Total equity and liabilities                  | <b>88,837,115</b>                   | <b>92,371,480</b>                     |

Abridged Consolidated Statement of Cashflows

for the half year ended 30 June 2025

|                                                                  | Unaudited<br>30 June<br>2025<br>USD | Unaudited<br>30 June<br>2024<br>USD |
|------------------------------------------------------------------|-------------------------------------|-------------------------------------|
| Net cashflow generated from operating activities                 | 3,381,290                           | 222,865                             |
| Net cashflow utilised in investing activities                    | (2,652,076)                         | (174,173)                           |
| Net cashflow generated from / (utilised by) financing activities | 145,651                             | (614,932)                           |
| Increase/(decrease) in cash and cash equivalents                 | 874,865                             | (566,240)                           |

Abridged Consolidated Statement of Changes In Equity

for the half year ended 30 June 2025

|                                                     | Unaudited<br>30 June<br>2025<br>USD | Audited<br>31 December<br>2024<br>USD |
|-----------------------------------------------------|-------------------------------------|---------------------------------------|
| Shareholders' equity at the beginning of the period | 30,694,663                          | 24,227,135                            |
| Other comprehensive income                          | (6,979)                             | 20,236                                |
| Dividend paid                                       | (499,985)                           | (614,252)                             |
| Total comprehensive income                          | 2,913,692                           | 7,061,544                             |
| Shareholders' equity at the end of the period       | 33,101,391                          | 30,694,663                            |

SUMMARY OF INFORMATION

1. Basis of Presentation

Statement of Compliance

The abridged financial statements for the six months ended 30 June 2025 have been prepared in accordance with International Accounting Standard (IAS) 34 Interim Financial Reporting as well as the requirements of the Companies and Other Business Entities Act (Chapter 24:31). The same accounting policies, presentation and methods followed in the abridged financial results are as applied in the Group's latest annual financial statements.

1.2 IAS 21 Effects of Changes in Exchange Rates

The abridged financial statements are presented in United States Dollars (USD), being the functional and reporting currency of the Group. The Group's consolidated financial statements are presented in United States Dollar currency, and the Directors have applied interbank rates to convert all Zimbabwe Gold (ZWG) transactions and balances to the Group's functional currency, the United States Dollar (USD).

2. Functional and Presentation Currency

The abridged financial statements are presented in United States Dollars (USD), being the functional and reporting currency of the primary economic environment in which the Group operates.

3. Notes to the abridged consolidated financial statements

for the half year ended 30 June 2025

|                                                                            | Unaudited<br>30 June<br>2025<br>USD | Unaudited<br>30 June<br>2024<br>USD |
|----------------------------------------------------------------------------|-------------------------------------|-------------------------------------|
| 3.1 Profit before tax                                                      |                                     |                                     |
| Profit before tax is shown after charging/(crediting) the following items: |                                     |                                     |
| Depreciation                                                               | 2,082,220                           | 2,232,633                           |
| Staff costs                                                                | 2,221,539                           | 1,527,596                           |
| 3.2 Income tax                                                             |                                     |                                     |
| Current tax                                                                | (409,189)                           | 8,873                               |
| Deferred tax                                                               | 2,005,813                           | 1,244,814                           |
|                                                                            | 1,596,624                           | 1,253,687                           |
| Tax reconciliation                                                         |                                     |                                     |
| Profit before tax                                                          | 4,510,316                           | 4,878,091                           |
| Tax at standard rate                                                       | (1,161,406)                         | (1,256,108)                         |
| Adjusted for:                                                              |                                     |                                     |
| Effects of expenses not deductible for tax                                 | 725,820                             | 12,235                              |
| Effects of other permanent differences                                     | 2,032,210                           | 2,497,560                           |
| Effects of income taxed at special rates                                   | 1,596,624                           | 1,253,687                           |

3.3 Property, plant and equipment

|                                      | Unaudited<br>30 June<br>2025<br>USD | Audited<br>31 December<br>2024<br>USD |
|--------------------------------------|-------------------------------------|---------------------------------------|
| Movement for the year:               |                                     |                                       |
| Balance at the beginning of the year | 22,132,144                          | 23,630,406                            |
| Capital expenditure                  | 2,685,574                           | 2,525,964                             |
| Depreciation                         | (2,082,219)                         | (4,585,574)                           |
| Impairment                           | -                                   | (261,780)                             |
| Revaluation                          | -                                   | 725,000                               |
| Elimination on revaluation           | -                                   | 145,000                               |
| Disposals - Cost                     | (123,745)                           | (2,007,479)                           |
| Disposals - Accumulated depreciation | 100,893                             | 1,960,607                             |
| Balance at the end of the period     | 22,712,647                          | 22,132,144                            |

The Directors performed an internal valuation of property, plant and equipment as at reporting date on the basis of open market replacement basis.

|                                    | Unaudited<br>30 June<br>2025<br>USD | Audited<br>31 December<br>2024<br>USD |
|------------------------------------|-------------------------------------|---------------------------------------|
| 3.4 Investment property            |                                     |                                       |
| Movement for the year:             |                                     |                                       |
| Balance at beginning of the period | 7,800,930                           | 7,800,930                             |
| Balance at end of the period       | 7,800,930                           | 7,800,930                             |

The Directors conducted an internal valuation of the investment property as at 30 June 2025 using fair value basis.

3.5 Financial Assets carried at fair value

through other comprehensive income

|                                        | Unaudited<br>30 June<br>2025<br>USD | Audited<br>31 December<br>2024<br>USD |
|----------------------------------------|-------------------------------------|---------------------------------------|
| Movement for the year:                 |                                     |                                       |
| Balance at the beginning of the period | 55,197                              | 78,304                                |
| Fair value adjustment                  | (7,106)                             | (23,107)                              |
| Balance at the end of the period       | 48,091                              | 55,197                                |

3.6 Contracts in progress and accounts receivable

|                                                    | Unaudited<br>30 June<br>2025<br>USD | Audited<br>31 December<br>2024<br>USD |
|----------------------------------------------------|-------------------------------------|---------------------------------------|
| Contract receivables and contract work in progress | 47,309,824                          | 51,240,841                            |
| Prepayments                                        | 1,143,072                           | 1,534,026                             |
| Deposits and other receivables                     | 557,870                             | 427,077                               |
|                                                    | 49,010,766                          | 53,201,944                            |
| Less: Allowance for credit losses                  | (371,190)                           | (351,895)                             |
|                                                    | 48,639,576                          | 52,850,049                            |

The Company provides for receivables aged above 90 days on a case-by-case basis where subsequent developments suggest that recovery of the amount is in doubt.

|                                 | Unaudited<br>30 June<br>2025<br>USD | Audited<br>31 December<br>2024<br>USD |
|---------------------------------|-------------------------------------|---------------------------------------|
| 3.7 Interest bearing borrowings |                                     |                                       |
| Long term                       | 1,912,771                           | 1,092,623                             |
| Short term                      | 1,100,276                           | 915,060                               |
| Bank overdraft                  | 159,951                             | 519,679                               |
|                                 | 3,172,998                           | 2,527,362                             |

The short-term loans have a tenure of 1 year and accrue interest at an effective rate of 12% per annum for USD and 41% per annum for ZWG. These loans are fully secured against immoveable property and a notarial general covering bond over moveable assets including a cession of book debts.

3.8 Accounts payable

|                                                    | Unaudited<br>30 June<br>2025<br>USD | Audited<br>31 December<br>2024<br>USD |
|----------------------------------------------------|-------------------------------------|---------------------------------------|
| Trade                                              | 1,876,078                           | 2,182,799                             |
| Unearned revenue (Advance receipts from customers) | 12,530,058                          | 25,381,730                            |
| Contract accruals and other payables               | 18,095,343                          | 13,270,786                            |
| Tax liabilities                                    | -                                   | 32,793                                |
| Subcontractor liabilities                          | 8,572,554                           | 8,405,010                             |
|                                                    | 41,074,033                          | 49,273,118                            |

3.9 Contingent liabilities

|                                                                                                             | Unaudited<br>30 June<br>2025<br>USD | Audited<br>31 December<br>2024<br>USD |
|-------------------------------------------------------------------------------------------------------------|-------------------------------------|---------------------------------------|
| Bank guarantees on construction contracts in respect of performance, advance payments, retentions and bids. | 5,106,408                           | 818,324                               |

4 Going Concern

In assessing the going concern ability of the Group, the Directors have taken into account the Group's order book together with the cashflow forecast for a period of at least 12 months and concluded that the Group will continue to operate as a going concern and believe that the preparation of these abridged interim consolidated financial statements on a going concern basis is still appropriate. However, the Directors believe that under the current economic environment a continuous assessment of the ability to continue to operate as a going concern will need to be performed to determine the continued appropriateness of the going concern assumption that has been applied in the preparation of these abridged interim consolidated financial statements.

