

Anglo African Agriculture plc

Half yearly report for the six months ended 30 April 2014

Chairman's statement

In reflecting on how to introduce these interim results, Confucius came to mind;

“The hardest thing of all is to find a black cat in a dark room, especially if there is no cat.”

In this case, there is no cat for these interim results are purely a formality, the reason being that on 19 June, we announced that the Company had acquired the remaining share capital of Dynamic Intertrade Pty Limited (“Dynamic”) for a total consideration of approximately £213,000, satisfied by the issue of 10,000,000 new Ordinary Shares at an issue price of 2.13 pence each (the “Acquisition”).

The Acquisition was a reverse takeover under ISDX Growth Market Rules and shareholder approval was obtained on 9 July 2014. As a consequence, AAA is no longer an investment company but has become the holding company of a trading company.

An Admission Document containing details of the Acquisition and the enlarged group was published and contains up to date information on the Company and Dynamic. The Admission Document is available to view on the Company's website at www.aaapl.com. Information on Dynamic is available on the company's website at www.dynamicintertrade.co.za

Dynamic is a processor and trader of food products based in Brits, South Africa. Its commercial activities fall into three principal categories: processing of herbs and spices; production of guar beans; and trading in agricultural products.

The Directors' strategy is to develop the business of Dynamic both organically and by acquisition. It is intended that future acquisitions made by the Company will be complementary to Dynamic's business and relate to production, transportation and trading of food products in sub-Saharan Africa.

Results for the period

Due to AAA's minority interest in Dynamic, it was not consolidated into AAA's accounts for the six months ended 30 April 2014, but appears as a current asset investment.

For the six month period ended 30 April 2014, AAA's results included the running costs of the Company, which we are very pleased to have kept very low, together with the professional costs incurred in implementing the reverse takeover of Dynamic. Turnover comprised the accrued interest on the loan to Dynamic.

During the period, as previously reported, the Company raised £102,000 (gross) in equity.

Looking forward

The acquisition of Dynamic took longer than expected as we navigated, with the help of our advisers, through challenging regulatory waters. Your board looks forward to making further progress with the Company under the leadership of our recently appointed Chief Executive, Craig Forbes, who joined us from Dynamic.

Andrew Monk
Non Executive Chairman
23 July 2014

FOR FURTHER INFORMATION PLEASE CONTACT:

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ANGLO AFRICAN AGRICULTURE PLC - INCOME STATEMENT

	6 months ended 30 April 2014 GBP'000 (unaudited)	7 months ended 31 October 2013 GBP'000 (audited)	6 months ended 30 April 2013 GBP'000 (unaudited)
Loan Interest	6	7	1
Administrative expenses	(103)	(9)	(72)
Operating loss	(97)	(2)	(71)
Loss before taxation	(97)	(2)	(71)
Taxation	-	-	-
Loss from continuing operations	(97)	(2)	(71)
Loss per share (see note 2 basic and diluted (pence))	(0.13p)	-	(0.12p)

ANGLO AFRICAN AGRICULTURE PLC
STATEMENT OF CHANGES IN EQUITY - FOR THE 6 MONTH PERIOD TO 30 APRIL 2014

	Share Capital GBP'000	Share premium GBP'000	Share Based Payments Reserve GBP'000	Retained earnings GBP'000	Total GBP'000
Equity at the Start of the period	70	646	16	(121)	611
Total recognised income and expense for the period	-	-	-	(97)	(97)
Issue of share capital	6	96	-	-	102
Equity at the End of the period	76	742	16	(218)	616

ANGLO AFRICAN AGRICULTURE PLC
BALANCE SHEET

	As at 30 April 2014 GBP'000 (unaudited)	As at 31 October 2013 GBP'000 (audited)	As at 30 April 2013 GBP'000 (unaudited)
Current asset Investments	85	85	85
Loans and other receivables	456	507	501
Cash	151	25	17
Net current assets	692	617	603
Current liabilities	(76)	(6)	(11)
Net assets	616	611	592
Shareholders' equity			
Share capital	76	70	69
Share premium account	742	646	625
Share based Premium Reserve	16	16	17
Retained losses	(218)	(121)	(119)
Total equity	616	611	592

ANGLO AFRICAN AGRICULTURE PLC
CASH FLOW STATEMENT

	6 months ended 30 April 2014 GBP'000 (unaudited)	7 months ended 31 October 2013 GBP'000 (audited)	6 months ended 30 April 2013 GBP'000 (unaudited)
Cash flows from operating activities	(97)	(2)	(71)
Loans	75	(500)	(500)
Movement in Share based reserve		-	17
Changes in Working Capital	46	(42)	11
Net cash flows from Operating activities	24	(544)	(543)
Net proceeds from issue of shares	102	23	233
Net cost of Investment			(85)
Opening Cash	25	546	412
Closing Cash	151	25	17

NOTES TO THE UNAUDITED INTERIM REPORT

1. Basis of preparation

This announcement was approved by the Board of directors on 23 July 2014.

The financial information in this interim report has been prepared in accordance with the International Financial Reporting Standards. IFRS comprises standards issued by the International Accounting Standards Board (IASB) and the interpretations issued by the International Financial Reporting Interpretations Committee (IFRIC) as adopted by the European Union (EU).

The financial information has been prepared under the historical cost convention, as modified by the accounting for financial instruments at fair value.

The Directors are of the opinion that the financial information should be prepared on a going concern basis, in the light of the Company's financial resources.

These condensed interim financial statements for the six months ended 30 April 2014 and 30 April 2013 are unaudited. The summary financial statements for the 7 months ended 31 October 2013 have been audited. The Auditors issued an unqualified audit report on these accounts and they have been filed with the Registrar of Companies.

No taxation charge has arisen for the period and the Directors have not declared an interim dividend.

NOTES TO THE UNAUDITED INTERIM REPORT (continued)

2. Loss per share

Basic loss per share is calculated by dividing the earnings attributable to ordinary shareholders by the weighted average number of ordinary shares outstanding during the period.

For diluted loss per share, the weighted average number of ordinary shares in issue is adjusted to assume conversion of all dilutive potential ordinary shares.

The calculation of basic and diluted earnings per share is based on the following figures:-

	6 months ended 30 April 2014 GBP (unaudited)	7 months ended 31 October 2013 GBP (audited)	6 months ended 30 April 2013 GBP (unaudited)
Loss for the period	(97,180)	(1,853)	(70,621)
Weighted average number of shares - basic	74,290,948	69,082,462	57,776,576
Diluting effect of warrants / options in issue	31,939,422	25,939,422	63,255,068
Weighted average number or shares - diluted	106,230,370	95,021,884	121,031,644
Basic earnings per share	(0.13p)	-	(0.12p)
Diluted earnings per share	(0.13p)	-	(0.12p)

The basic and diluted earnings per share are the same, since where a loss is incurred the effect of outstanding share options and warrants is considered anti-dilutive and is ignored for the purpose of the loss per share calculation.

As at 30 April 2014 there were 28,261,330 (30 April 2013 – 57,737,930) outstanding share warrants and 3,678,092 (30 April 2013 – 5,517,138) outstanding share options, both are potentially dilutive.

3. Reports

A copy of this announcement will be will be mailed to shareholders and will be available on the Company's website at www.aaapl.com. Copies will also be available for members of the public at the Company's Head Office – New Liverpool House, 15-17 Eldon Street, London EC2M 7LD.