

MDUNDO.COM LIMITED

FINANCIAL STATEMENTS

FOR THE PERIOD ENDED

30 JUNE 2018

**MDUNDO.COM LIMITED
FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 JUNE 2018**

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MDUNDO.COM LIMITED
DIRECTORS' REPORT
FOR THE PERIOD ENDED 30 JUNE 2018

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The directors present their report and the audited financial statements for the period ended 30th June, 2018.

INCORPORATION

The company was incorporated as an International Business Company under the International Business Companies Act, 1994 on 15th November, 2012. The Act has been repealed and replaced by the IBC Act, 2016.

PRINCIPAL ACTIVITY

The company's principal activity is to carry on business of an investment or holding company.

STATE OF AFFAIRS

The state of affairs of the company is set out in the attached financial statements.

DIVIDEND

The directors are unable to recommend the payment of a dividend (2017 – Nil).

DIRECTORS AND THEIR INTERESTS

The directors and their shareholdings since the beginning of the year were:

	No. of Shares	
	30.06.2018	31.12.2017
Jesper Vesten Drescher	Nil	Nil

DIRECTORS' RESPONSIBILITIES

The directors are responsible for keeping proper accounting records, which disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the requirements of the International Business Companies Act, 1994, repealed and replaced by International Business Companies Act, 2016. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

ACCOUNTING PERIOD

The accounting period for this year ran from 1st January to 30 June 2018 to synchronise it with the related party financial year end.

**MDUNDO.COM LIMITED
DIRECTORS' REPORT (continued)
FOR THE PERIOD ENDED 30 JUNE 2018**

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AUDITORS

Messrs Halpern & Woolf have indicated their willingness to continue as auditors.



.....
Jesper Vesten Drescher

AUDITORS' REPORT TO THE MEMBERS OF MDUNDO.COM LIMITED

We have audited the financial statements on pages 4 to 7 which have been prepared under the historical cost convention and the accounting policies set out on page 6.

Respective responsibilities of directors and auditors

As described on page 2 the company's directors are responsible for the preparation of the financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

Basis of opinion

We conducted our audit in accordance with Auditing Standards in general use in Seychelles. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

Opinion

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 30th June, 2018 and of its results for the period then ended and comply with the requirements of the International Business Companies, Act 1994 repealed and replaced by the International Business Companies Act, 2016.

HALPERN + WOOLF
27th May, 2019.

MDUNDO.COM LIMITED
BALANCE SHEET
30 JUNE 2018

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ASSETS	NOTES	30 June 2018 US\$	31 December 2017 US\$
NON-CURRENT ASSET			
Intangible asset	9	51,819	47,616
Investment	8	<u>793,715</u>	<u>768,796</u>
		845,534	816,412
CURRENT ASSET			
Accounts receivable		481,397	--
Cash and bank		115,624	--
TOTAL ASSETS		<u><u>1,442,555</u></u>	<u><u>816,412</u></u>
EQUITY AND LIABILITIES			
Equity			
Share capital	2	4,309	4,309
Additional paid-in capital	3	1,648,876	770,846
Accumulated (loss)		(227,427)	(219,433)
Total Equity		<u>1,425,758</u>	<u>555,722</u>
NON-CURRENT LIABILITY			
Convertible debts	10	--	256,090
CURRENT LIABILITIES			
Accruals		3,450	4,600
Payables		13,347	--
TOTAL EQUITY AND LIABILITIES		<u><u>1,442,555</u></u>	<u><u>816,412</u></u>

The attached notes 1 to 10 form an integral part of these financial statements.

MDUNDO.COM LIMITED
INCOME STATEMENT
PERIOD ENDED 30 JUNE 2018

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	NOTE	Period ended 30 June 2018 US\$	Year ended 31 December 2017 US\$
REVENUE		--	--
Net (loss) before taxation		(7,994)	(21,557)
after charging:-			
Audit fees		1,000	1,000
Taxation - Current year	4	--	--
NET (LOSS) AFTER TAXATION		(7,994)	(21,557)
Accumulated (Deficit) at 1 January		(219,433)	(197,876)
Accumulted (Deficit) at 31 December		(227,427)	(219,433)

The attached notes 1 to 10 form an integral part of these financial statements.

MDUNDO.COM LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2017

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1. BASIS OF PRESENTATION

The financial statements are prepared under the historical cost convention in accordance with the requirements of the International Business Companies Act, 1994, repealed and replaced by International Business Companies Act, 2016 of the Republic of Seychelles and in compliance with Generally Accepted Accounting Practice.

2. SHARE CAPITAL

	30 June 2018 US\$	31 December 2017 US\$
Authorised 50,000 ordinary shares of US\$1 each	50,000	50,000
Issued and fully paid 4,309 Ordinary shares of US\$1 each	4,309	4,309

3. ADDITIONAL PAID-IN CAPITAL

This represents amount in excess of the issued share capital.

4. TAXATION

The company is not subject to taxation on its income.

5. DIRECTORS EMOLUMENTS

No remuneration was received or waived by any director during the period (2017 – Nil).

6. CAPITAL COMMITMENTS

At balance sheet date, the directors had neither authorised nor entered into any material commitments for capital expenditure (2017 – Nil).

7. CONTINGENT LIABILITIES

The directors are not aware of any material contingent liabilities existing at balance sheet date (2017 – Nil).

MDUNDO.COM LIMITED
NOTES TO THE FINANCIAL STATEMENTS (Continued)
FOR THE PERIOD ENDED 30 JUNE 2018

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8. INVESTMENT

This represents funds transferred to Mdundo Limited its subsidiary, a company incorporated in Kenya. The company currently owns 100% shares in the subsidiary.

9. INTANGIBLE ASSET

On 29th June 2018, the director resolved to capitalise the software development costs and to adopt an amortisation policy of 30% reducing balance.

	31 December 2018 US\$	31 December 2017 US\$
COST		
At 1 January	121,035	121,035
Addition during the year	13,347	--
At 31 December	<u>134,382</u>	<u>121,035</u>
AMORTISATION		
At 1 January	73,419	53,012
Charge during the year	9,144	20,407
At 31 December	<u>82,563</u>	<u>73,419</u>
At 31 December	<u>51,819</u>	<u>47,616</u>

10. CONVERTIBLE DEBTS

These represent convertible notes issued to various investors at an interest rate of 8% per annum. They are unsecured and were converted into equity securities during the year.

MDUNDO. COM LIMITED
PROFIT AND LOSS ACCOUNT
PERIOD ENDED 30 JUNE 2018

NOT FOR PUBLICATION

		Period ended	Year ended
		30 June	31 December
		2018	2017
	Note	US\$	US\$
REVENUE		--	--
EXPENSES			
Audit fees		(1,000)	(1,000)
Amortisation	9	(9,144)	(20,407)
Sundry income		2,300	--
VAT		(150)	(150)
Net operating (loss)		<u>(7,994)</u>	<u>(21,557)</u>
NET (LOSS) BEFORE TAXATION		<u>(7,994)</u>	<u>(21,557)</u>