

AVARAE GLOBAL COINS PLC

**UNAUDITED INTERIM RESULTS FOR
THE SIX MONTHS ENDED 30 SEPTEMBER 2018**

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Company Information

Registration Number	4526V
Directors	Nigel Gautrey (Resigned 1 May 2018) Rosaline Melia (Appointed 1 May 2018) Clement Chambers Matthew Wood Laurence Gergel Alan Molloy
Registered Office	Cayman National House 4-8 Hope Street Douglas Isle of Man IM1 1AQ
Numismatic Advisory Panel	The Rt Honourable Sir John Wheeler J.P.DL Clement Chambers
Advocates	Appleby 33 Athol Street Douglas Isle of Man IM1 1LB
Registrars	Neville Registrars Limited Neville House Steelpark Road Halesowen B62 8HD
Website	www.avarae.com

Statement of Comprehensive Income

		1 April 18 to 30 Sept 18	1 April 17 to 30 Sept 17	1 April 17 to 31 Mar 18
		<i>Unaudited</i>	<i>Unaudited</i>	<i>Audited</i>
	<i>Note</i>	£'000	£'000	£'000
Revenue				
Sales		919	1,590	2,603
Cost of Sales		(911)	(1,462)	(2,365)
Coin revaluation		-	-	27
		<hr/>	<hr/>	<hr/>
Gross profit		8	128	265
Administrative expenses		(92)	(85)	(205)
		<hr/>	<hr/>	<hr/>
(Loss)/Profit on ordinary activities before tax		(84)	43	60
Tax on profit on ordinary activities		-	-	-
		<hr/>	<hr/>	<hr/>
(Loss)/Profit on ordinary activities after taxation		(84)	43	60
		<hr/>	<hr/>	<hr/>
Total Comprehensive (Loss)/Income		(84)	43	60
		<hr/>	<hr/>	<hr/>
(Losses)/Earnings per share (basic and diluted)	2	(0.33)p	0.06p	0.10p

Statement of Financial Position

		As at 30 Sept 18	As at 30 Sept 17	As at 31 Mar 18
		<i>Unaudited</i>	<i>Unaudited</i>	<i>Audited</i>
	<i>Note</i>	£'000	£'000	£'000
Assets				
Current Assets				
Coin inventory	3	2,302	3,973	3,163
Trade and other receivables	4	48	247	32
Cash at bank		1,897	6,235	1,139
Total Assets		4,247	10,455	4,334
Liabilities and Equity				
Trade and other payables: amounts falling due within one year	5	28	78	31
Total Liabilities		28	78	31
Equity				
Called up equity share capital	6	253	670	253
Share premium		1,702	7,378	1,702
Profit and loss account		2,264	2,329	2,348
Total Equity Shareholders' Funds		4,219	10,377	4,303
Total Liabilities and Equity		4,247	10,455	4,334

Matthew Wood

Rosaline Melia

Statement of Cash Flows

	1 April 18 to 30 Sept 18 <i>Unaudited</i> £'000	1 April 17 to 30 Sept 17 <i>Unaudited</i> £'000	1 April 17 to 31 Mar 18 <i>Audited</i> £' 000
Cash flows from operating activities:			
(Loss)/Profit on ordinary activities for the period	(84)	43	60
Adjustments for:			
(Decrease)/increase in payables	(3)	51	4
(Increase)/decrease in receivables	(16)	(200)	17
Decrease in inventory	861	1,328	2,138
Net cash flow from operations	<u>758</u>	<u>1,222</u>	<u>2,219</u>
Cash flows from financing activities			
Purchase of own ordinary shares	-	-	(6,093)
Net cash from financing activities	<u>-</u>	<u>-</u>	<u>(6,093)</u>
Net increase / (decrease) in cash and cash equivalents	<u>758</u>	<u>1,222</u>	<u>(3,874)</u>
Opening cash position	<u>1,139</u>	<u>5,013</u>	<u>5,013</u>
Closing cash and cash equivalents	<u>1,897</u>	<u>6,235</u>	<u>1,139</u>

Notes to the Unaudited Interim Financial Statements

(1) Accounting policies

Basis of accounting

The unaudited interim financial statements have been prepared under the historical cost convention and in accordance with International Financial Reporting Standards (IFRS). The accounting policies and methods of computation in the unaudited interim financial statements are the same as those of the audited financial statements for the year ended 31 March 2018.

(2) Losses per share

The loss per share (basic and diluted) for the period was 0.33p (H1 2017: profit of 0.06p). The calculation of losses per share is based on the loss on ordinary activities after taxation of £84,000 for the period, (H1 2017: profit of £43,000) and the weighted average number of shares in issue during the period under review being 25,305,108 (2017: 67,035,118).

(3) Coin inventory

At the end of each financial year, the coin inventory is revalued to market value less the VAT payable on sale. The valuation of the portfolio held as at 31 March 2018 was carried out by industry experts and only those coins held by the Company for at least 12 months were the subject of a revaluation exercise. This is considered by the Directors to give a fair value for the inventory. The Directors anticipate undertaking a further revaluation exercise for the coming financial year end.

(4) Trade and other receivables

	As at 30 Sept 18 <i>Unaudited</i> £'000	As at 30 Sept 17 <i>Unaudited</i> £'000	As at 31 Mar 18 <i>Audited</i> £'000
Trade receivables	38	239	5
Other receivables	4	8	11
Prepaid expenses	6	-	16
	<hr/>	<hr/>	<hr/>
Total	48	247	32
	<hr/>	<hr/>	<hr/>

Trade receivables do not carry any interest and are stated at their nominal value as reduced by appropriate allowances for estimated irrecoverable amounts.

(5) Trade and other payables

	As at 30 Sept 18 <i>Unaudited</i> £'000	As at 30 Sept 17 <i>Unaudited</i> £'000	As at 31 Mar 18 <i>Audited</i> £'000
Trade payables	8	6	12
Other payables	-	14	-
Accrued expenses	20	58	19
	<hr/>	<hr/>	<hr/>
Total	28	78	31
	<hr/>	<hr/>	<hr/>

All payables are due within one year.

Notes to the Unaudited Interim Financial Statements (continued):

(6) Share capital

	As at 30 Sept 18	As at 30 Sept 17	As at 31 Mar 18
	<i>Unaudited</i>	<i>Unaudited</i>	<i>Audited</i>
	£'000	£'000	£'000
Authorised			
Ordinary shares of £0.01 each	2,000	2,000	2,000
	-----	-----	-----
Allotted, called up and fully paid			
At 1 April	253	670	670
Purchase of own shares for cancellation	-	-	(417)
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Ordinary shares of £0.01 each	253	670	253
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The number of shares in issue was as follows:

	Number of shares
Balance at 1 April 2017	67,035,118
Buyback and cancellation for the period	-
Balance at 30 September 2017	67,035,118
Buyback and cancellation at 14.0p per share in November 2017	(16,650,206)
Buyback and cancellation at 15.0p per share in March 2018	(25,079,804)
Balance at 31 March 2018	25,305,108
Buyback and cancellation for the period	-
Balance at 30 September 2018	25,305,108

During the period ended 30 September 2018, the Company made no purchases of its own shares for cancellation. However, between the period ended 30 September 2017 and 31 March 2018, two share buybacks and cancellations occurred, reducing the Company's share capital by approximately £417,000.

(7) Preparation of the Interim Report

This report was approved by the Directors on [x] October 2018.

The results for the period ended 30 September 2018 are unaudited and do not constitute statutory accounts as defined in the Companies Act.

Additional copies of this report are available from the Company's registered office, 4-8 Hope Street, Douglas, Isle of Man, IM1 1AQ or via the Company's website www.avarae.com.