



TRADING STATEMENT FOR THE YEAR ENDED 31 JANUARY 2021

TURNSTAR HOLDINGS LIMITED (TURNSTAR)

(Incorporated in Botswana on the 7th November 2000) (Registration Number 2000/5302)

("TURNSTAR" or "the company" OR "the Group")

The listing requirements of the Botswana Stock Exchange ("BSE") require Turnstar to announce through the BSE, any circumstances or events that have or are likely to have, a material effect on the financial results of the company for the period to be reported upon next.

THE Government of Botswana implemented two lockdowns, to combat the spread to covid 19 pandemic. The first was for 6 weeks commencing in the beginning of April until mid-May 2020. The second lockdown was for the first two weeks of August 2020. There was a similar disruption of trade in Tanzania and Dubai.

Turnstar considers its tenants as partners in its business and their existence and continuity are paramount in success of Turnstar. As such a strategic decision was made to grant substantial rental concessions to our commercial tenants who could not operate during the first lockdown. As such the rentals revenues of Group reduced to approximately P12.27m (5.95%) during the year to 31 January 2021, compared to the corresponding year ended 31 January 2020.

The developments at Mlimani in Tanzania are financed by a US\$ loan obtained by Turnstar. These funds are passed on from Turnstar to Mlimani in the form of intercompany loans. A part of this loan was converted to share capital in Mlimani, at the commencement of the period under review. The US\$ appreciated against the Botswana Pula, during the year ended 31 January 2021. As such the Group had a net forex loss, on the US\$ loan, for the year 31 January 2021 of P2.6m, compared to a net forex gain of P10.44m in the corresponding previous year end January 2020, when Turnstar had a corresponding US\$ intercompany loan in Mlimani.

Stakeholders are reminded that the foreign exchange translation gains are unrealised, and dependant on the US\$ /BWP exchange rate at year end.

As such, the Group's profit before tax, for the year ended 31 January 2021, is expected to be lower by at least 13% (P12.27m) from P 94,130m for the year ended 31 January 2020 to approximately P 81,852m, for year ended 31 January 2021.

The results for the year ended 31 January 2021 will be published before 30 April 2021.

Shareholders and Investors are advised to exercise caution when trading in the Company's securities until such time as a detailed announcement as to the results is made.

By order of the Board of Directors

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**Directors: P K Balopi(Chairman)*, G H Abdoola (Managing Director)*, V T Tebele*, M Nteta*, P Bezuidenhout **,
S. Puvimanasinghe*****

***Botswana **South Africa ***Sri Lanka**