

**DIRECTORS' COMMENTARY**
**COMPANY OVERVIEW**

Avanz Growth Markets Limited ("AGM" or the "Company") was incorporated and began operating on 24 July 2017 in Mauritius and holds a Global Business License in accordance with the Mauritius Companies Act 2001 and the Financial Services Act 2007 of Mauritius. The Company's registered office address is at c/o Intercontinental Trust Limited, Level 3, Alexander House, 35 Cybercity, Ebène 72201, Mauritius. The Company is listed on the Official Market of the Stock Exchange of Mauritius Ltd ("SEM") since 9 April 2018 when its initial private placement was completed. AGM is an investment holding company focused on emerging markets private equity opportunities, primarily in Africa, Latin America, and emerging Asia. AGM makes investments with a view to achieving significant capital appreciation and returns.

**COMPANY REVIEW FOR THE PERIOD ENDED 30 SEPTEMBER 2025**

The Company is issuing its unaudited quarterly financial statements, which comprises activity from 1 April 2025 to 30 September 2025, as required under the SEM Listing Rules. The Company made its first investment in the Avanz EM Partnerships Feeder II, SPC ("AEMPF II") on 20 April 2018 and its second and third investments in the Avanz EM Direct Co-Investments Feeder III, SPC ("AEMF III") on 20 December 2018 and 20 December 2019, respectively. These investments have a current value of US\$12,134,300. The Company holds cash of \$594,479 representing 4.66% of its total assets after paying its first dividend in February 2025.

AGM has made two great investments, generating a net Internal Rate of Return ("net IRR") to date of 8% to the Company. The invested capital was deployed to 93 underlying portfolio companies across the emerging markets, 53% was invested in emerging Asia, 28% in Latin America and 19% in Africa. There are approximately 66 remaining active investments in the portfolio as of September 30, 2025.

The Company's diversified portfolio of investments across emerging markets reflected the resilience of these economies during the quarter ending September 30, 2025, with variation across regions. The updated IMF forecasts were for just above 4% annual GDP growth for 2025 for EMs overall (well above the 1.5% revised forecast for developed markets). Inflation is expected to continue to decline globally, but downside risks remain given growing protectionism, labour supply shocks, and fiscal constraints. Key countries to watch include India, one of the Company's most important exposures with upside and short-term liquidity possibilities. India is one of the main drivers of EM strength in 2025, showing continued strong domestic demand and services activity. China's growth remained weaker than earlier expected, which reduced the contribution to EMs' GDP growth overall. However, the investments held by the Company in China continued to provide liquidity as exits materialized. Latin America had mixed results with some countries showing resilience on domestic demand and commodities, while others slowed as higher global interest rates and domestic policies weighed on growth. The Company's Latin America portfolio reflected these challenges with the Brazil agribusiness fund stabilizing after a difficult Q1 2025, while the regional fund ex-Brazil continues to show improved operations at the portfolio company level, albeit with limited liquidity in the short term. Africa showed modest, uneven growth with the region's GDP expected to expand just under 4% in 2025. The quarter looked mixed across countries: some commodity exporters and fast-growing low-income countries remained strong, while others were held back by weaker external demand, high debt service costs, and country-specific shocks.

The Company reported a profit of US\$130,039 for the period ended September 30, 2025 (2024: Loss US\$ 1,130,557). The Company's net asset value ("NAV") per share at September 30, 2025 was US\$1.32 (2024: US\$1.40). Excluding the one-off set up costs of US\$305,856 (out of which US\$165,718 is classified under professional fees, US\$137,898 under advisory fees and US\$2,240 under licence fees), which benefit all future shareholders of the Company, the adjusted NAV per share at September 30, 2025 would be US\$1.35 (2024: US\$1.43).

**COMPANY OUTLOOK**

As discussed in previous quarters, the Company anticipates increased liquidity from its portfolio holdings while value is still being generated by the fund managers from the 66 remaining portfolio companies. Most portfolio companies are in the later stages of growth to achieve the scale they need to attract buyers; a few are capitalizing on their inflection point and may see successful exits during 2025, but a majority will wait for more positive tailwinds and more potential buyers to emerge in 2026. Given the level of equity capital of the Company, and unless the Company can raise additional capital in the near term, as liquidity is generated by its portfolio holdings, the Company anticipates making distributions to its shareholders while meeting regulatory requirements.

Any forecast statement above, and the forecasts underlying such statements, are the responsibility of the board of directors (the "Board") of the Company and have not been reviewed or reported on by the Company's external auditors. The forecast is based on assumptions, including assumptions about regional, political and economic environments, as well as that a stable global macro-economic environment will prevail.

**STATEMENT OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2025**

	Unaudited as at 30 September 2025	Audited 31 March 2025
	US\$	US\$
<b>ASSETS</b>		
<b>Non-current assets</b>		
Financial assets at fair value through profit or loss	12,134,300	12,001,673
<b>Current assets</b>		
Receivables and prepayments	27,022	68,729
Cash at bank	594,479	884,053
<b>Total assets</b>	<b>12,755,801</b>	<b>12,954,455</b>
<b>EQUITY CAPITAL AND RESERVES</b>		
Stated capital	9,646,862	9,646,862
Accumulated profit	3,002,996	2,872,957
<b>Total equity</b>	<b>12,649,858</b>	<b>12,519,819</b>
<b>CURRENT LIABILITIES</b>		
Accruals and other payables	105,943	434,636
<b>Total liabilities</b>	<b>105,943</b>	<b>434,636</b>
<b>Total equity and liabilities</b>	<b>12,755,801</b>	<b>12,954,455</b>

**STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 30 SEPTEMBER 2025**

	Stated capital	Accumulated profit	Total equity
	US\$	US\$	US\$
<b>At 01 April 2025</b>	<b>9,646,862</b>	<b>2,872,957</b>	<b>12,519,819</b>
<b>Profit and comprehensive income for the period</b>	<b>-</b>	<b>130,039</b>	<b>130,039</b>
<b>At 30 September 2025</b>	<b>9,646,862</b>	<b>3,002,996</b>	<b>12,649,858</b>
<b>Number of ordinary shares in issue</b>			<b>9,588,172</b>
<b>Net asset value per share</b>			<b>1.3193</b>
<b>At 01 April 2024</b>	<b>9,646,862</b>	<b>4,866,216</b>	<b>14,513,078</b>
<b>Loss and comprehensive income for the period</b>	<b>-</b>	<b>(1,130,557)</b>	<b>(1,130,557)</b>
<b>At 30 September 2024</b>	<b>9,646,862</b>	<b>3,735,659</b>	<b>13,382,521</b>
<b>Number of ordinary shares in issue</b>			<b>9,588,172</b>
<b>Net asset value per share</b>			<b>1.3957</b>

**STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE PERIOD ENDED 30 SEPTEMBER 2025**

	Unaudited for the three months to 30 September 2025	Unaudited for the six months to 30 September 2025	Unaudited for the three months to 30 September 2024	Unaudited for the six months to 30 September 2024
	US\$	US\$	US\$	US\$
<b>INCOME</b>				
Net unrealized gain/ (loss) in fair value of financial assets at fair value through profit or loss	231,973	231,973	(593,623)	(1,031,905)
Interest income	554	73	-	-
Other income	45	96	-	-
<b>Total income</b>	<b>232,572</b>	<b>232,142</b>	<b>(593,623)</b>	<b>(1,031,905)</b>
<b>EXPENSES</b>				
Professional fees	(19,795)	(28,755)	(12,017)	(32,335)
Audit fees	(8,250)	(16,500)	(863)	(12,075)
Accountancy fees	(2,129)	(4,923)	(2,725)	(5,450)
Other expenses	(410)	(1,095)	-	(1,450)
Directors' fees	(22,375)	(44,636)	(20,761)	(20,761)
Licence fees	(1,898)	(3,710)	(1,802)	(1,802)
Bank charges	(228)	(972)	(374)	(374)
Insurance cost	(760)	(1,512)	-	-
<b>Total expenses</b>	<b>(55,845)</b>	<b>(102,103)</b>	<b>(38,542)</b>	<b>(98,652)</b>
<b>Profit/(Loss) before income tax</b>	<b>176,727</b>	<b>130,039</b>	<b>(632,165)</b>	<b>(1,130,557)</b>
Income tax expense	-	-	-	-
<b>Profit/(Loss) and comprehensive income for the period</b>	<b>176,727</b>	<b>130,039</b>	<b>(632,165)</b>	<b>(1,130,557)</b>

<b>Basic and diluted (loss)/ earnings per share</b>	<b>2025</b>	<b>2024</b>
	<b>(0.0136)</b>	<b>(0.1179)</b>

**STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 30 SEPTEMBER 2025**

	Unaudited for the period ended 30 September 2025	Unaudited for the period ended 30 September 2024
	US\$	US\$
<b>Net cash used in operating activities</b>	<b>(88,956)</b>	<b>(101,734)</b>
<b>Net cash from investing activities</b>	<b>99,346</b>	<b>364,213</b>
<b>Net cash used in financing activities</b>	<b>(299,964)</b>	<b>-</b>
<b>Net (decrease)/ increase in cash and cash equivalents</b>	<b>(289,574)</b>	<b>262,479</b>
<b>Cash and cash equivalents at beginning of period</b>	<b>884,053</b>	<b>696,597</b>
<b>Cash and cash equivalents at end of period</b>	<b>594,479</b>	<b>959,076</b>

**NOTES TO THE FINANCIAL STATEMENTS**

- The Company is required to publish its interim financial results for the three months and six months ended 30 September 2025 in terms of the SEM Listing Rule 12.19. The abridged unaudited financial statements for the three and six months ended 30 September 2025 ("abridged unaudited financial statements") have been prepared in accordance with the measurement and recognition requirements of IFRS, the information contained in IAS 34: Interim Financial Reporting and the SEM Listing Rules.
- The abridged unaudited financial statements have not been reviewed or reported on by the Company's external auditors, RSM (Mauritius) LLP. These abridged unaudited financial statements were approved by the Board on 12 November 2025.
- Copies of the abridged unaudited financial statements are available free of charge, upon request at the Registered Office of the Company at c/o Intercontinental Trust Limited, Level 3, Alexander House, 35 Cybercity, Ebène 72201, Mauritius. Contact person: Mrs. Smitha Algoo-Bissonauth.
- This communiqué is issued pursuant to SEM Listing Rules 11.3 and 12.20. The Board accepts full responsibility for the accuracy of the information contained in this communiqué.

Intercontinental Trust Limited

Company Secretary

Perigeum Capital Ltd

SEM Authorised Representative and Sponsor

Date: 13 November 2025

