



## 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 Licence 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, Ebene 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 31 DECEMBER 2025

The Company is issuing its unaudited quarterly financial statements, which comprises activity from 1 April 2025 to 31 December 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\$11,617,553. The Company holds cash of US\$666,271 representing 5.42% of total assets.

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 62 remaining active investments in the portfolio as of 31 December 2025. India remained one of the company's most important exposures, supported by strong domestic demand and services activity. While other emerging markets (EM) faced mixed results, India's GDP growth was projected at ~6.5% for the year, consistently outperforming developed economies. The Company sees India as offering the best near-term strategic and IPO exit prospects within its portfolio. Several Indian holdings were specifically targeted for exits in late 2025 and into 2026 to capitalize on their "inflection points". India is expected to play a major role in the Company's broader objective to return 100% of invested capital and profits from its Avanz EM Direct Co-Investments Feeder III in the near term.

The Company reported a loss of US\$296,336 for the period ended 31 December 2025 (2024: US\$1,642,325) which was comprised primarily of an unrealised loss on its investments of US\$134,830 (2024: US\$1,504,039). The Company's net asset value ("NAV") per share at 31 December 2025 was US\$1.27 (2024: US\$1.34). 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 as at 31 December 2025 would be US\$1.31 (2024: US\$1.37).

## COMPANY OUTLOOK

As in the previous quarters, the Company transitioned into a phase focused on capital distributions and strategic liquidity, following a period of portfolio maturation and regional stabilization. With approximately 62 remaining active investments across Asia, Latin America, and Africa, the primary objective is to push these later-stage companies toward the scale required to attract strategic buyers or IPO prospects. Several portfolio companies are expected to reach inflection point, potentially leading to successful exits. However, most of the portfolio was projected to wait for stronger tailwinds and a broader buyer pool expected 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.

AEMPF II has already returned 57% of the Company's invested capital in that fund, and the Company expects AEMF III to return 100% of invested capital and profits in the near term. This will create significant more liquidity for the Company while value is still to be generated by the fund managers from the 62 remaining investee businesses.

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 31 DECEMBER 2025

	Unaudited as at 31 December 2025	Audited 31 March 2025
	US\$	US\$
<b>ASSETS</b>		
<b>Non-current assets</b>		
Financial assets at fair value through profit or loss	11,617,553	12,001,673
<b>Current assets</b>		
Receivables and prepayments	15,008	18,729
Loan receivable from related party	-	50,000
Cash at bank	666,271	884,053
<b>Total assets</b>	<b>12,298,832</b>	<b>12,954,455</b>
<b>EQUITY CAPITAL AND RESERVES</b>		
Stated capital	9,646,862	9,646,862
Accumulated profit	2,576,621	2,872,957
<b>Total equity</b>	<b>12,223,483</b>	<b>12,519,819</b>
<b>CURRENT LIABILITIES</b>		
Accruals and other payables	75,349	434,636
<b>Total liabilities</b>	<b>75,349</b>	<b>434,636</b>
<b>Total equity and liabilities</b>	<b>12,298,832</b>	<b>12,954,455</b>

## STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 31 DECEMBER 2025

	Stated capital	Accumulated profit	Total equity
	US\$	US\$	US\$
At 01 April 2025	9,646,862	2,872,957	12,519,819
<b>Loss and comprehensive income for the period</b>	-	(296,336)	(296,336)
At 31 December 2025	9,646,862	2,576,621	12,223,483
<b>Number of ordinary shares in issue</b>			<b>9,588,172</b>
<b>Net asset value per share</b>			<b>1.2749</b>
At 01 April 2024	9,646,862	4,866,216	14,513,078
<b>Loss and comprehensive income for the period</b>	-	(1,642,325)	(1,642,325)
At 31 December 2024	9,646,862	3,223,891	12,870,753
<b>Number of ordinary shares in issue</b>			<b>9,588,172</b>
<b>Net asset value per share</b>			<b>1.3424</b>

## STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE PERIOD ENDED 31 DECEMBER 2025

	Unaudited for the three months to 31 December 2025	Unaudited for the nine months to 31 December 2025	Unaudited for the three months to 31 December 2024	Unaudited for the nine months to 31 December 2024
	US\$	US\$	US\$	US\$
<b>INCOME</b>				
Net unrealised loss in fair value of financial assets at fair value through profit or loss	(366,803)	(134,830)	(472,134)	(1,504,039)
Interest income	1,721	1,793	876	876
Exchange Difference	51	111	-	-
Other income	-	36	-	-
<b>Total income</b>	<b>(365,031)</b>	<b>(132,890)</b>	<b>(471,258)</b>	<b>(1,503,163)</b>
<b>EXPENSES</b>				
Professional fees	(13,316)	(42,071)	(1,193)	(33,528)
Audit fees	(8,300)	(24,800)	(11,213)	(23,288)
Accountancy fees	(2,774)	(7,696)	(2,900)	(8,350)
Bank charges	(179)	(1,150)	(294)	(933)
Other expenses	(2,729)	(3,824)	(2,027)	(3,478)
Directors' fees	(31,375)	(76,011)	(20,761)	(63,860)
Licence fees	(1,898)	(5,608)	(1,824)	(5,428)
Insurance cost	(775)	(2,286)	(297)	(297)
<b>Total expenses</b>	<b>(61,346)</b>	<b>(163,446)</b>	<b>(40,509)</b>	<b>(139,162)</b>
<b>Loss before income tax</b>	<b>(426,377)</b>	<b>(296,336)</b>	<b>(511,767)</b>	<b>(1,642,325)</b>
Income tax expense	-	-	-	-
<b>Loss and comprehensive income for the period</b>	<b>(426,377)</b>	<b>(296,336)</b>	<b>(511,767)</b>	<b>(1,642,325)</b>
<b>Basic and diluted loss per share</b>		2025 (0.0309)	2024 (0.171)	

## NOTES TO THE FINANCIAL STATEMENTS

- The Company is required to publish its interim financial results for the three months and nine months ended 31 December 2025 in terms of the SEM Listing Rule 12.19. The abridged unaudited financial statements for the three months and nine months ended 31 December 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 11<sup>th</sup> February 2026.
- 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, Ebene 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: 12<sup>th</sup> February 2026



## STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 31 DECEMBER 2025

	Unaudited for the period ended 31 December 2025	Unaudited for the period ended 31 December 2024
	US\$	US\$
<b>Net cash used in operating activities</b>	<b>(167,107)</b>	<b>(158,524)</b>
<b>Net cash from investing activity</b>	<b>299,290</b>	<b>449,843</b>
<b>Net cash used in financing activity</b>	<b>(349,964)</b>	<b>(50,000)</b>
<b>Net (decrease)/ increase in cash and cash equivalents</b>	<b>(217,781)</b>	<b>241,319</b>
<b>Cash and cash equivalents at beginning of period</b>	<b>884,052</b>	<b>696,597</b>
<b>Cash and cash equivalents at end of period</b>	<b>666,271</b>	<b>937,916</b>