SUMMARISED INTERIM FINANCIAL RESULTS

FOR THE SIX MONTHS ENDED 31 AUGUST 2022

GAIA RENEWABLES 1 LIMITED

(Incorporated in the Republic of South Africa) South African registration number 2020/113877/06
Share codes: 4AGR1O and 4AGR1A ISIN: ZAE400000093 and ZAE400000101 ("GR1" or "the Company")

COMMENTARY

Nature of business

The Company was established by Gaia Fund Managers as a ring-fenced entity for the express purpose of providing institutional and retail investors access to infrastructure investments in South Africa.

Gaia Fund Managers is a registered financial services provider (licence number 46028) and is considered a leading specialist secondary market infrastructure transaction team in South Africa, having concluded 12 renewable energy, one toll road and several digital infrastructure transactions to a value of approximately R4 billion for South African institutional investors, as well as establishing Gaia Infrastructure Capital Limited, a JSE main board listed investment holding company.

Pursuant to the listing of the A preference shares in October 2020 on the Cape Town Stock Exchange, the Company, acting through TCWF Investment SPV, acquired its first indirect interest in an infrastructure project via the financing of RE Times's acquisition of a 16% interest in the Tsitsikamma Community Wind Farm Project.

Financial highlights

GR1 is pleased to announce that its latest set of half-year results for the period ended 31 August 2022 have been satisfactory and in line with expectations.

Revenue for the six months totalled R15.6 million, which was in line with expectations following satisfactory operational and financial performance from the Tsitsikamma Community Wind Farm Project during the period under review. This enabled the Company to declare an interim dividend to its A preference shareholders totalling R14.3 million (or R14.32 per A preference share). This represents a dividend yield of 11% for the six month period.

A small loss after tax of R0.2 million was reported after a fair value adjustment was included to account for higher interest rates over the short term. Costs and expenses remained under control.

Earnings per A preference share totalled R8.31 for the six months under review, representing an annualised total return of 14.2%.

An ordinary dividend of R0.44 million (or 22 cents per ordinary share) was declared and paid during the period under review.

Future strategy

The Company through its Manager, Gaia Fund Managers, is actively seeking to expand its assets under management through the conclusion of further renewable energy transactions. This follows the successful capital raise by the Manager in 2021 and 2022, which will culminate in the issuance of further preference shares of a different class by the Company. The pipeline of renewable energy investment opportunities would be bolstered through the finalisation of further rounds of the REIPPPP.

STATEMENT OF FINANCIAL POSITION

Figures in R	**Unaudited at 31 August 2022**	Unaudited at 31 August 2021	Audited at 28 February 2022
Assets			
Investment in subsidiary	**125 055 378**	156 194 641	131 404 135
Current assets			
Cash and cash equivalents	**147 765**	9 627	344 166
Current tax assets	**723**	–	2
Total current assets	**148 488**	9 627	344 168
Total assets	**125 203 866**	156 204 268	131 748 303
Equity and liabilities			
Equity			
Issued capital	**100**	100	100
Retained income/(accumulated loss)	**1 178 410**	2 869 331	1 816 746
Total equity	**1 178 510**	2 869 431	1 816 846
Liabilities			
Non-current liabilities			
Other financial liabilities	**123 918 088**	153 312 616	129 927 981
Current liabilities			
Trade and other payables	**107 268**	8 979	3 376
Current tax liabilities	**–**	13 242	–
Loan from subsidiary	**–**	–	100
Total current liabilities	**107 268**	22 221	3 476
Total liabilities	**124 025 356**	153 334 837	129 931 457
Total equity and liabilities	**125 203 866**	156 204 268	131 748 303

STATEMENT OF CHANGES IN EQUITY

Figures in R	Issued capital	Retained income/ (accumulated loss)	Total
Balance at 1 March 2021	100	4 614 077	4 614 177
Changes in equity			
Loss for the period	–	(204 540)	(204 540)
Total comprehensive income for the period	–	(204 540)	(204 540)
Dividend recognised as distributions to shareholder	–	(1 540 206)	(1 540 206)
Balance at 31 August 2021	100	2 869 331	2 869 431
Balance at 1 September 2021	100	2 869 331	2 869 431
Changes in equity			
Loss for the period	–	(432 787)	(432 787)
Total comprehensive income for the period	–	(432 787)	(432 787)
Dividend recognised as distributions to shareholder	–	(619 798)	(619 798)
Balance at 28 February 2022	100	1 816 746	1 816 846
Balance at 1 March 2022	100	1 816 746	1 816 846
Changes in equity			
Loss for the period	–	(195 536)	(195 536)
Total comprehensive income for the period	–	(195 536)	(195 536)
Dividend recognised as distributions to shareholder	–	(442 800)	(442 800)
Balance at 31 August 2022	**100**	**1 178 410**	**1 178 510**

INDICATORS

Revenue	A Pref interim dividend yield	Ordinary interim dividend	A Pref net asset value per share	Ordinary net asset value per share
R15.6 million	**11%**	**R0.44 million**	**R123.92**	**R0.59**

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

Figures in R	**Unaudited six-month period ended 31 August 2022**	Unaudited six-month period ended 31 August 2021	Audited year ended 28 February 2022
Revenue	**15 612 302**	52 391 706	74 149 786
Administrative expenses	**(305 574)**	(360 102)	(281 846
Other expenses	**(856 550)**	(1 082 671)	(1 933 553)
Other gains and (losses)	**(338 864)**	(1 387 344)	(2 793 315)
(Loss)/profit from operating activities	**14 111 314**	49 561 589	69 141 072
Finance income	**17 751**	46 545	84 576
Finance costs	**(14 320 000)**	(49 800 000)	(69 840 000)
(Loss)/profit before tax	**(190 935)**	(191 866)	(614 352)
Income tax expense	**(4 601)**	(12 674)	(22 975)
(Loss)/profit for the period	**(195 536)**	(204 540)	(637 327)

STATEMENT OF CASH FLOW

Figures in R	**Six-month period ended 31 August 2022**	Six-month period ended 31 August 2021	12-month period ended 28 February 2022
Net cash flows (used in)/ from operations	**(1 058 330)**	(1 442 323)	(2 220 552)
Dividend paid	**(442 800)**	(1 540 206)	(2 160 004)
Dividends received	**15 612 302**	52 391 706	74 149 786
Interest paid	**(14 320 000)**	(49 800 000)	(69 840 000)
Interest received	**17 751**	46 545	84 576
Income taxes paid	**(5 324)**	–	(23 545)
Net cash flows from/(used in) operating activities	**(196 401)**	(344 278)	(9 739)
Net (decrease)/increase in cash and cash equivalents	**(196 401)**	(344 278	(9 739)
Cash and cash equivalents at beginning of the period	**344 166**	353 905	353 905
Cash and cash equivalents at end of the period	**147 765**	9 627	344 166

NOTES TO THE SUMMARISED INTERIM FINANCIAL RESULTS

1. Basis of preparation and accounting policies

This financial report is an extract from the summarised interim financial results which are available on the Company's website (www.gaia.group). The summarised interim financial results for the six months ended 31 August 2022 have been prepared in accordance with International Financial Reporting Standards ("IFRS") and presented according to the disclosure requirements of accounting standard IAS 34: *Interim Financial Reporting*.

The accounting policies applied in the preparation of the interim financial results are consistent with those accounting policies applied in the preparation of the previous year's annual financial results.

The financial information is presented in South African Rand, which is the reporting currency. The summarised interim financial results have been prepared under the supervision of the reporting accountant, Ms Eldine Malan CA(SA) and have not been reviewed by the auditors. The summarised interim financial results for the six months ended 31 August 2022 were approved for issue by the board on 30 November 2022.

2. New and amended standards adopted by the Group

Certain new accounting standards and interpretations have been published that are not mandatory for 28 February 2023 reporting periods and have not been early adopted by the group. These standards are not expected to have a material impact on the Company in the current or future reporting periods and on foreseeable future transactions.

3. Events after balance sheet date

There were no significant events that occurred after the reporting date that require adjustment to or disclosure in the interim financial results for the six months ended 31 August 2022.

For and on behalf of the board

Retha Meyer
Chairperson

Cape Town
30 November 2022

CORPORATE INFORMATION

Directors

Executive
RC de Wit, MM Nieuwoudt, HA Snyman

Independent non-executive
L Kotze, R Meyer, ALC Olivier

Registered office

12 Meson Close, Technopark, Stellenbosch, South Africa

Company Secretary

The Office in Stellenbosch (Pty) Ltd
12 Meson Close, Techno Park, Stellenbosch, South Africa

CTSE Issuer Agent

Gaia Fund Managers (Pty) Ltd
Sunclare Building, 12 Dreyer Road, Claremont, Cape Town, South Africa