

Office address:  
3 Elcombe Avenue  
Belgravia  
Harare  
Zimbabwe

Mail address:  
P O Box 9230  
Harare  
Zimbabwe

Telephone: +263-04- 251415-8  
Fax: +263 -04- 251420  
Cell: +263 772 147 998-4  
Email: [info@amgglobal.co.zw](mailto:info@amgglobal.co.zw)  
website: [www.amgglobal.co.zw](http://www.amgglobal.co.zw)



Chartered Accountants  
(Zimbabwe)

A member firm of AMG Global, a Swiss Verein

## **REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF MEDTECH HOLDINGS LIMITED**

---

### **Modified review conclusion on interim financial information**

We have reviewed the consolidated financial statements of MedTech Holdings Limited and its subsidiaries (“the Group”), set out on pages 3 to 52, and comprising:

- Group and Company’s statements of profit or loss and other comprehensive income, Group and Company’s statements of changes in equity and consolidated statement of cash flows for the six months ended 30 June 2021;
- Group and Company’s statements of financial position as at 30 June 2021;
- A summary of significant accounting policies applied by the Group and Company during the six months ended 30 June 2021; and
- Notes on the financial statements.

Based on our review, with the exception of matter described in the basis of modified review conclusion paragraph below, nothing has come to our attention that causes us to believe that the accompanying interim financial information does not give a true and fair view of the financial position of the Group and Company as at 30 June 2021, and of the Group and company’s financial performance and cash flows for the six month period then ended in accordance with International Financial Reporting standards.

### **Scope of review**

We conducted our review in accordance with International Standard on Review Engagements 2410, “Review of interim financial information performed by the independent auditor of the entity.” A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

### **Basis of modified review conclusion**

The Group transacts a significant amount of business in foreign currencies (especially in the procurement of raw materials and goods for resale), and had significant foreign currency denominated assets and liabilities in its statement of financial position as at 30 June 2021. During this period, the Group was unable to comply with the requirements of *IAS 21 The Effects of Changes in Foreign Exchange Rates* in the recognition and measurement of foreign currency denominated transactions and balances in its accounting records, as well as the presentation and disclosure of same in its financial statements.





### **Material uncertainty related to going concern**

Without qualifying our conclusion, we draw attention to note 24 on the financial statements dealing with going concern. As at 30 June 2021, the Group was in current liability position of \$23 952 040 (31 December 2020: \$7 815 492). This and other factors set forth in note 24 cast doubt on the Group's ability to continue operating as a going concern for the foreseeable future. However, as explained in note 24, these financial statements are prepared on a going concern basis.

### **Directors' responsibility for the financial statements**

The Company's directors are responsible for the preparation and fair presentation of these interim financial statements in accordance with International Financial Reporting Standards. This responsibility includes:

- Designing, implementing and maintaining internal control relevant to the preparation and presentation of interim financial statements that are free from material misstatement, whether due to fraud or error;
- Selecting and applying appropriate accounting policies; and
- Making accounting estimates that are reasonable in the circumstances.

### **Auditors' responsibility for the financial statements**

Our responsibility is to express a conclusion on the interim financial statements based on our review. The engagement partner on the review resulting in this review report is Clyton Kazembe, Registered Public Auditor – PAAB Practising Certificate number 0372.

A handwritten signature in blue ink, appearing to read 'Amy K. Whoseal'.

**AMG Global  
Harare**

**27 October 2021**