

Lesana Lesotho Limited  
(Registration number I2009/942)  
Financial statements  
for the year ended 31 December 2025

# Lesana Lesotho Limited

(Registration number I2009/942)

## General Information

---

<b>Country of incorporation and domicile</b>	Kingdom of Lesotho
<b>Company registration number</b>	I2009/942
<b>Nature of business and principal activities</b>	Financial services including micro financing
<b>Business address</b>	Unit 3-Alliance Park, 4 Bowker Road, Maseru 100, Lesotho
<b>Holding company</b>	SBC Limited incorporated in the Kingdom of Eswatini
<b>Ultimate holding company</b>	Cinco Holdings Limited incorporated in the Isle of Man
<b>Auditors</b>	Russell Bedford (previously known as New Dawn Chartered Accountants) 2nd Floor Thetsane Office Park Thetsane Industrial Area Maseru 100, Lesotho
<b>Bankers</b>	FNB Lesotho Standard Bank Lesotho Postbank Nedbank Lesotho Ltd Metropolitan Asset Managers
<b>Functional currency</b>	The financial statements are expressed in Maloti the currency of the Kingdom of Lesotho



# Lesana Lesotho Limited

(Registration number I2009/942)

## Contents

---

The reports and statements set out below comprise the financial statements presented to the shareholder:

	Page
Directors' Responsibilities and Approval	3
Directors' Report	4 - 5
Independent Auditor's Report	6 - 7
Statement of Financial Position	8
Statement of Profit or Loss and Other Comprehensive Income	9
Statement of Changes in Equity	10
Statement of Cash Flows	11
Accounting Policies	12 - 24
Notes to the Financial Statements	25 - 45
The following supplementary information does not form part of the financial statements and is unaudited:	
Detailed Income Statement	46
Annexure A - Prime interest rates and currencies	47



# Lesana Lesotho Limited

(Registration number I2009/942)

## Directors' Responsibilities and Approval

---

The directors are required in terms of the Companies Act to maintain adequate accounting records and are responsible for the content and integrity of the financial statements and related financial information included in this report. It is their responsibility to ensure that the financial statements fairly present the state of affairs of the company as at the end of the financial year and the results of its operations and cash flows for the period then ended, in conformity with IFRS® Accounting Standards as issued by the International Accounting Standards Board (IASB). The external auditors are engaged to express an independent opinion on the financial statements.

The financial statements are prepared in accordance with IFRS® Accounting Standards as issued by the International Accounting Standards Board (IASB) and are based upon appropriate accounting policies consistently applied and supported by reasonable and prudent judgements and estimates.

The directors acknowledge that they are ultimately responsible for the system of internal financial control established by the company and place considerable importance on maintaining a strong control environment. To enable the directors to meet these responsibilities, the directors set standards for internal control aimed at reducing the risk of error or loss in a cost-effective manner. The standards include the proper delegation of responsibilities within a clearly defined framework, effective accounting procedures and adequate segregation of duties to ensure an acceptable level of risk. These controls are monitored throughout the company and all employees are required to maintain the highest ethical standards in ensuring the company's business is conducted in a manner that in all reasonable circumstances is above reproach. The focus of risk management in the company is on identifying, assessing, managing and monitoring all known forms of risk across the company. While operating risk cannot be fully eliminated, the company endeavours to minimise it by ensuring that appropriate infrastructure, controls, systems and ethical behaviour are applied and managed within predetermined procedures and constraints.

The directors are of the opinion, based on the information and explanations given by management, that the system of internal control provides reasonable assurance that the financial records may be relied on for the preparation of the financial statements. However, any system of internal financial control can provide only reasonable, and not absolute, assurance against material misstatement or loss.

The directors have reviewed the company's cash flow forecast for the year to 31 December 2026 and, in light of this review and the current financial position, they are satisfied that the company has or had access to adequate resources to continue in operational existence for the foreseeable future.

The external auditors are responsible for independently auditing and reporting on the company's financial statements. The financial statements have been examined by the company's external auditors and their report is presented on pages 6 to 7.

The financial statements set out on pages 8 to 45, which have been prepared on the going concern basis, were approved by the board of directors on 23 March 2026 and were signed on their behalf by:

---

**S Ntelo**

---

**S P Shale**



# Lesana Lesotho Limited

(Registration number I2009/942)

## Directors' Report

---

The directors have pleasure in submitting their report on the financial statements of Lesana Lesotho Limited for the year ended 31 December 2025.

### 1. Incorporation

The company was incorporated on 04 August 2009 and obtained its certificate to commence business on the same day.

### 2. Nature of business

The company operates as a financial services company, providing retail and housing micro-finance products. The Company has, to date, held a Credit-Only Institutions License issued in terms of the Financial Institutions (Credit-Only Institutions) Regulations, 2010.

There have been no material changes to the nature of the company's business from the prior year.

### 3. Review of financial results and activities

The financial statements have been prepared in accordance with IFRS® Accounting Standards as issued by the International Accounting Standards Board (IASB) and the requirements of the Companies Act. The accounting policies have been applied consistently compared to the prior year.

Full details of the financial position, results of operations and cash flows of the company are set out in these financial statements.

### 4. Share capital

There have been no changes to the authorised or issued share capital during the year under review.

### 5. Dividends

The board of directors do not recommend the declaration of a dividend for the year.

### 6. Directorate

The directors in office at the date of this report are as follows:

Directors	Nationality	Changes
W A Faulds	South African	Resigned 08 September 2025
S P Shale	Mosotho	
S Ntelo	Mosotho	
N England	British	
M P Motseki	Mosotho	Appointed 29 July 2025
P G Ntiisa-Letuka	Mosotho	Appointed 28 January 2025, resigned 15 December 2025

### 7. Holding company

The company's holding company is SBC Limited which is incorporated in the Kingdom of Eswatini.

### 8. Ultimate holding company

The company's ultimate holding company is Cinco Holdings Limited which is incorporated in the Isle of Man.

### 9. Events after the reporting period

The directors are not aware of any material event which occurred after the reporting date and up to the date of this report.



# Lesana Lesotho Limited

(Registration number I2009/942)

## Directors' Report

---

### 10. Going concern

The financial statements have been prepared on the basis of accounting policies applicable to a going concern. This basis presumes that funds will be available to finance future operations and that the realisation of assets and settlement of liabilities, contingent obligations and commitments will occur in the ordinary course of business.

The directors believe that the company has adequate financial resources to continue in operation for the foreseeable future and accordingly the financial statements have been prepared on a going concern basis. The directors have satisfied themselves that the company is in a sound financial position and that it has access to sufficient borrowing facilities to meet its foreseeable cash requirements. The directors are not aware of any new material changes that may adversely impact the company. The directors are also not aware of any material non-compliance with statutory or regulatory requirements or of any pending changes to legislation which may affect the company.

The 2025/2026 budget and cash flow projections for the next 12 months were assessed by management and the directors can confirm that the company will remain solvent and liquid for at least the next 12 months.

### 11. Secretary

The company secretary is Thapelo Letseka.

### 12. Terms of appointment of the auditors

Russell Bedford (previously known as New Dawn Chartered Accountants) have indicated their willingness to continue in office in accordance with section 98 (1) of the Companies Act 2011.



# Lesana Lesotho Limited

(Registration number I2009/942)

## Statement of Financial Position as at 31 December 2025

Figures in Loti	Note(s)	2025	2024
<b>Assets</b>			
Non-Current Assets			
Property, plant and equipment	3	1 270 367	1 498 446
Right-of-use assets	4	2 462 845	1 367 353
Intangible assets	5	1 585 098	1 690 999
Investment in subsidiary	6	1	1
Loans and advances	9	363 417 192	479 696 034
Deferred tax asset	10	4 356 524	3 810 061
		<b>373 092 027</b>	<b>488 062 894</b>
Current Assets			
Amounts owing by related parties	7	92 371 867	-
Other receivables	8	3 758 156	1 929 281
Loans and advances	9	114 656 628	148 498 910
Current tax receivable		56 567	-
Cash and cash equivalents	11	25 994 967	5 043 547
		<b>236 838 185</b>	<b>155 471 738</b>
<b>Total Assets</b>		<b>609 930 212</b>	<b>643 534 632</b>
<b>Equity and Liabilities</b>			
<b>Equity</b>			
Share capital	12	26 001 000	26 001 000
Retained income		154 548 413	238 503 577
		<b>180 549 413</b>	<b>264 504 577</b>
<b>Liabilities</b>			
Non-Current Liabilities			
Amounts owing to related parties	13	50 000 000	127 829 112
Other financial liabilities	14	204 169 068	82 300 000
Lease liabilities	4	2 306 949	1 010 685
Deferred income	15	4 823 374	17 256 560
		<b>261 299 391</b>	<b>228 396 357</b>
Current Liabilities			
Other payables	16	1 886 792	1 153 846
Amounts owing to related parties	13	92 453 499	110 468 142
Other financial liabilities	14	71 643 072	31 675 563
Lease liabilities	4	490 253	617 975
Deferred income	15	1 607 792	5 752 187
Current tax payable	23	-	965 985
		<b>168 081 408</b>	<b>150 633 698</b>
<b>Total Liabilities</b>		<b>429 380 799</b>	<b>379 030 055</b>
<b>Total Equity and Liabilities</b>		<b>609 930 212</b>	<b>643 534 632</b>

The financial statements and the notes on pages 8 to 45, were approved by the board of directors on the 23 March 2026 and were signed on its behalf by:

**S Ntelo**

**S P Shale**

The accounting policies on pages 12 to 24 and the notes on pages 25 to 45 form an integral part of the financial statements.



# Lesana Lesotho Limited

(Registration number I2009/942)

## Statement of Profit or Loss and Other Comprehensive Income

Figures in Loti	Note(s)	2025	2024
Income	17	190 960 799	190 668 859
Other income		61 137	94 702
Movement in credit loss allowances	18	(1 628 530)	(1 225 740)
Operating expenses		(81 039 430)	(75 903 982)
<b>Operating profit</b>	18	<b>108 353 976</b>	<b>113 633 839</b>
Interest income	19	6 607 072	13 386
Finance costs	20	(48 594 535)	(50 712 840)
<b>Profit before taxation</b>		<b>66 366 513</b>	<b>62 934 385</b>
Taxation	21	(17 321 677)	(10 072 242)
<b>Profit for the year</b>		<b>49 044 836</b>	<b>52 862 143</b>
Other comprehensive income		-	-
<b>Total comprehensive income for the year</b>		<b>49 044 836</b>	<b>52 862 143</b>

The accounting policies on pages 12 to 24 and the notes on pages 25 to 45 form an integral part of the financial statements.





# Lesana Lesotho Limited

(Registration number I2009/942)

## Statement of Changes in Equity

Figures in Loti	Share capital	Share premium	Total share capital	Retained income	Total equity
<b>Balance at 01 January 2024</b>	<b>2 700</b>	<b>25 998 300</b>	<b>26 001 000</b>	<b>185 641 434</b>	<b>211 642 434</b>
Profit for the year	-	-	-	52 862 143	52 862 143
Other comprehensive income	-	-	-	-	-
<b>Total comprehensive income for the year</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>52 862 143</b>	<b>52 862 143</b>
<b>Balance at 01 January 2025</b>	<b>2 700</b>	<b>25 998 300</b>	<b>26 001 000</b>	<b>238 503 577</b>	<b>264 504 577</b>
Profit for the year	-	-	-	49 044 836	49 044 836
Other comprehensive income	-	-	-	-	-
<b>Total comprehensive income for the year</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>49 044 836</b>	<b>49 044 836</b>
Dividends	-	-	-	(133 000 000)	(133 000 000)
<b>Total contributions by and distributions to owners of company recognised directly in equity</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(133 000 000)</b>	<b>(133 000 000)</b>
<b>Balance at 31 December 2025</b>	<b>2 700</b>	<b>25 998 300</b>	<b>26 001 000</b>	<b>154 548 413</b>	<b>180 549 413</b>
Note(s)	12	12	12		

The accounting policies on pages 12 to 24 and the notes on pages 25 to 45 form an integral part of the financial statements.



# Lesana Lesotho Limited

(Registration number I2009/942)

## Statement of Cash Flows

Figures in Loti	Note(s)	2025	2024
<b>Cash flows from operating activities</b>			
Cash generated from operations	22	96 938 093	148 371 118
Interest income	19	30 497	13 386
Finance costs	20	(43 320 183)	(47 283 152)
Tax paid	23	(18 233 035)	(13 056 163)
<b>Net cash from operating activities</b>		<b>35 415 372</b>	<b>88 045 189</b>
<b>Cash flows from investing activities</b>			
Purchase of property, plant and equipment	3	(556 390)	(1 131 210)
Purchases of intangible assets	5	(1 262 211)	(870 614)
Increase in loans and advances	9	148 492 594	(24 666 317)
<b>Net cash from investing activities</b>		<b>146 673 993</b>	<b>(26 668 141)</b>
<b>Cash flows from financing activities</b>			
Repayments of loans to group companies/related parties	13	(250 748 661)	(90 578 770)
Proceeds from related party loans	7	65 000 000	62 000 000
Repayments of financial liabilities	14	158 550 000	(55 000 000)
Proceeds from other financial liabilities	14	-	10 562 195
Repayments on lease liabilities	4	(939 284)	(847 894)
Dividends paid	24	(133 000 000)	-
<b>Net cash from financing activities</b>		<b>(161 137 945)</b>	<b>(73 864 469)</b>
<b>Total cash movement for the year</b>		<b>20 951 420</b>	<b>(12 487 421)</b>
Cash and cash equivalents at the beginning of the year		5 043 547	17 530 968
<b>Cash and cash equivalents at the end of the year</b>	11	<b>25 994 967</b>	<b>5 043 547</b>

The accounting policies on pages 12 to 24 and the notes on pages 25 to 45 form an integral part of the financial statements.



# Lesana Lesotho Limited

(Registration number I2009/942)

## Detailed Income Statement

Figures in Loti	Note(s)	2025	2024
<b>Income</b>			
Origination fees recognised		19 929 531	22 779 555
Interest income on advances		146 596 865	140 177 091
Loan and book administration fees		24 434 403	27 712 213
	17	<b>190 960 799</b>	<b>190 668 859</b>
<b>Other income</b>			
Gains on disposal of assets		61 137	94 690
Foreign exchange gains		-	12
		<b>61 137</b>	<b>94 702</b>
Movement in credit loss allowances	18	(1 628 530)	(1 225 740)
<b>Operating expenses</b>			
Administration costs		(35 390 691)	(33 762 035)
Advertising		(2 121 723)	(2 736 044)
Amortisation		(1 368 112)	(1 351 516)
Auditors' remuneration	18	(426 194)	(440 780)
Bad debts		(5 455 486)	(6 698 826)
Bank charges		(797 583)	(497 589)
Commission paid		(6 100 345)	(5 656 234)
Computer expenses		(2 125 014)	(2 012 518)
Accounting fees		(111 285)	(284 260)
Professional fees		(449 548)	(501 514)
Consultancy expense		(1 950 000)	-
Depreciation		(1 546 776)	(1 413 177)
Employee costs		(15 729 973)	(13 496 364)
Insurance - assets and business		(237 842)	(136 301)
Directors' emoluments		(175 281)	(120 797)
Non Refundable VAT		(569 164)	(483 362)
Other expense		(215 089)	(337 698)
Corporate social investment		(14 847)	(37 308)
Insurance		(4 278 612)	(4 328 543)
Lease rentals on operating leases		(408 228)	(247 605)
Motor vehicle expenses		(147 914)	(223 168)
Utilities		(31 100)	-
Postage		(1 400)	-
Printing and stationery		(57 511)	(13 445)
Repairs and maintenance		(30 702)	(39 196)
Subscriptions		(74 625)	(224 305)
Telephone		(438 472)	(499 775)
Training		-	(110 820)
Travel		(785 913)	(250 802)
		<b>(81 039 430)</b>	<b>(75 903 982)</b>
<b>Operating profit</b>	18	<b>108 353 976</b>	<b>113 633 839</b>
Interest income	19	6 607 072	13 386
Finance costs	20	(48 594 535)	(50 712 840)
		<b>66 366 513</b>	<b>62 934 385</b>
<b>Profit before taxation</b>			
Taxation	21	(17 321 677)	(10 072 242)
<b>Profit for the year</b>		<b>49 044 836</b>	<b>52 862 143</b>