

ALPHA GROWTH PLC

Interim report for period ended

29 February 2020

CHAIRMAN'S STATEMENT
PERIOD ENDED 29 FEBRUARY 2020

I am pleased to announce our results for the interim period to 29 February 2020. As I write this note to the financial statements, we are in the middle of the Covid19 pandemic.

On 27 April, the Company released a periodic update RNS. With this update I mentioned the strategies that the Company is focused on and the current status. In this update, I also mentioned that the Company has enough working capital to complete its strategies as outlined in the update. However, the impact of COVID19 has had an effect on the timing of various counterparties to transact with the Company and this may impact on Company's financial results in FY20 if delays should continue for an extended period of time.

However, the Company is confident that, particularly with record low interest rates, continued volatility in the equity markets and the non-correlation of SLS assets, it will be able to continue those discussions in the near terms, and also take advantage of further opportunities as and when they arise.

I would like to take this opportunity to thank the shareholders for their continued support and work with us to build a company for the long term.

Gobind Sahney

Chairman

19 May 2020

RESULTS FOR THE PERIOD

INTERIM PERIOD ENDED 29 FEBRUARY 2019

The results of the Group have been addressed above in the Chairman's statement. The loss for the interim period was £306,481 (2019: £301,462) and the Group's net assets as at 29 February 2020 were £414,650 (2019; £133,218).

RESPONSIBILITY STATEMENT

We confirm that to the best of our knowledge:

- (a) the condensed set of financial statements has been prepared in accordance with IAS 34 'Interim Financial Reporting';
- (b) the interim management report includes a fair review of the information required by DTR 4.2.7R (indication of important events during the first six months and description of principal risks and uncertainties for the remaining six months of the year; and
- (c) the interim management report includes a fair review of the information required by DTR 4.2.8R (disclosure of related parties' transactions and changes therein).

CAUTIONARY STATEMENT

This Interim Management Report (IMR) has been prepared solely to provide additional information to shareholders to assess the Company's strategies and the potential for those strategies to succeed. The IMR should not be relied on by any other party or for any other purpose.

GOING CONCERN

The Directors have a reasonable expectation that the Group has adequate resources to continue in operation or existence for the foreseeable future thus we continue to adopt the going concern basis in preparing these interim financial statements. As detailed in the Chairman's statement the Impact of COVID-19 has led to some delays in the expected timing of transactions that the Company plans to be involved in and generate fees from, but has led to a greater interest in SLS assets and therefore should benefit the Group in the longer term.

PRINCIPAL RISKS AND UNCERTAINTIES

The principal risks and uncertainties affecting the business activities of the Group remain those detailed in the Annual Report and Accounts 2019, a copy of which is available on the Company website at www.algwplc.com. The Board considers that these remain a current reflection of the risks and uncertainties facing the business for the remaining six months of the financial year.

Gobind Sahney
Director

19 May 2020

ALPHA GROWTH PLC

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

INTERIM PERIOD ENDED 29 FEBRUARY 2019

| | Notes | (Unaudited) Period Ended 29.2.2020 £ | (Unaudited) Period Ended 28.2.2019 £ | (Audited) Year Ended 31.8.2019 £ |
|--|-------|--|--|--|
| Continuing operations | | | | |
| Operating expenses | | (306,481) | (300,889) | (644,361) |
| Operating loss | | (306,481) | (300,889) | (644,361) |
| Interest expense | | - | (593) | - |
| Loss before tax | | (306,481) | (301,482) | (644,361) |
| Tax | | - | - | - |
| Loss for the period | | (306,481) | (301,482) | (644,361) |
| Earnings per share attributable to owners of the parent company | | | | |
| Basic and diluted (pence per share) | 3 | (0.2p) | (0.3p) | (0.5p) |

The Group has no items of other comprehensive income.

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CONSOLIDATED STATEMENT OF FINANCIAL POSITION

AS AT 29 FEBRUARY 2019

| | | (Unaudited) As at 29.2.2020 £ | (Unaudited) As at 28.2.2019 £ | (Audited) As at 31.8.2019 £ |
|--|------|--|--|--------------------------------------|
| | Note | | | |
| Current assets | | | | |
| Goodwill | | - | 9,082 | - |
| Trade and other receivables | | 142,792 | 18,701 | 243,486 |
| Cash and cash equivalents | | 274,858 | 133,455 | 173,941 |
| | | 417,650 | 161,218 | 417,427 |
| Current liabilities | | | | |
| Trade and other payables | | 3,000 | 28,000 | 240,358 |
| | | 3,000 | 28,000 | 240,358 |
| Net assets | | 414,650 | 133,218 | 177,069 |
| EQUITY | | | | |
| Equity attributable to owners of the parent | | | | |
| Share capital | 4 | 201,635 | 126,635 | 158,702 |
| Share premium | 4 | 1,750,410 | 894,598 | 1,228,641 |
| Share based payment reserve | 4 | - | - | 20,640 |
| Retained earnings | | (1,537,395) | (888,015) | (1,230,914) |
| Total equity | | 414,650 | 133,218 | 177,069 |

Company number: 09734404

ALPHA GROWTH PLC

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

INTERIM PERIOD ENDED 29 FEBRUARY 2020

| | Share capital | Share premium | Share based payment reserve | Retained earnings | Total |
|---|----------------|------------------|-----------------------------|--------------------|----------------|
| AS AT 31 AUGUST 2018 | 106,335 | 561,898 | - | (586,553) | 81,680 |
| Share based payments | 2,367 | 13,993 | 20,640 | - | 37,000 |
| Shares issued during the year | 50,000 | 800,000 | - | - | 850,000 |
| Share issue costs | - | (147,250) | - | - | (147,250) |
| Total comprehensive loss for the year | - | - | - | (644,361) | (644,361) |
| AS AT 31 AUGUST 2019 | 158,702 | 1,228,641 | 20,640 | (1,230,914) | 177,069 |
| Share based payments | 2,360 | 27,140 | - | - | 29,500 |
| Shares issued during the period | 40,573 | 536,087 | (20,640) | - | 556,020 |
| Share issue costs | - | (41,458) | - | - | (41,458) |
| Total comprehensive loss for the period | - | - | - | (306,481) | (306,481) |
| AS AT 29 FEBRUARY 2020 | 201,635 | 1,750,410 | - | (1,537,395) | 414,650 |

ALPHA GROWTH PLC

CONSOLIDATED STATEMENT OF CASH FLOWS

INTERIM PERIOD ENDED 29 FEBRUARY 2020

| | (Unaudited) Period Ended 29.2.2020 £ | (Unaudited) Period Ended 28.2.2019 £ | (Audited) Year Ended 31.8.2019 £ |
|---|--|--|--|
| OPERATING ACTIVITIES | | | |
| Loss for the period before taxation | (306,481) | (301,462) | (644,361) |
| Adjusted for: | | | |
| Share based payments | 4,500 | 6,000 | 37,000 |
| Finance income | - | - | - |
| Operating cash outflows before movements in working capital: | (301,981) | (295,462) | (607,361) |
| Decrease/(increase) in trade and other receivables | 100,694 | 13,952 | (210,833) |
| (Decrease)/Increase in trade and other payables | (237,358) | (30,056) | 182,302 |
| Net cash used in operating activities | (438,645) | (311,566) | (635,892) |
| INVESTING ACTIVITIES | | | |
| Investment in subsidiary | - | (9,062) | - |
| Net cash used in investing activities | - | (9,062) | - |
| FINANCING ACTIVITIES | | | |
| Net proceeds from share issues | 539,562 | 347,000 | 702,750 |
| Net cash from financing activities | 539,562 | 347,000 | 702,750 |
| Net increase in cash and cash equivalents | 100,917 | 26,372 | 66,858 |
| Cash and cash equivalents at beginning of period | 173,941 | 107,083 | 107,083 |
| Cash and cash equivalents at end of period | 274,858 | 133,455 | 173,941 |

ALPHA GROWTH PLC

NOTES TO THE FINANCIAL STATEMENTS

INTERIM RESULTS TO 29 FEBRUARY 2019

1. ORGANISATION AND TRADING ACTIVITIES

The company is incorporated and domiciled in England and Wales as a public limited company and operates from its registered office 35 Berkeley Square, Mayfair London, United Kingdom W1J 5BF

The principal activity of the Group is the provision of advice and consultancy services to institutional investors and existing and prospective holders of Senior Life Settlements. The Company will also provide advice on acquisition and disposal strategies, performance monitoring, and analytical services to the client and potential institutional buyers and sellers of such assets.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The principal accounting policies adopted and applied in the preparation of these interim Group Financial statements are set out below.

These have been consistently applied to all the periods presented unless otherwise stated:

BASIS OF ACCOUNTING

These interim financial statements of Alpha Growth plc (the "Group") have been prepared in accordance with International Financial Reporting Standards ("IFRS") applied in accordance with the provisions of the Companies Act 2006. IFRS comprises standards issued by the International Accounting Standards Board ("IASB") and the interpretations issued by the International Financial Reporting Interpretations Committee ("IFRIC") as adopted for use in the European Union ("EU").

The interim financial statements have been prepared under the historical cost convention on the basis of the accounting policies as set out in the Group's audited annual financial statements and are presented in GBP £ the presentational and functional currency of the Group.

This announcement was approved and authorised by the Board of directors on 19 May 2020. Copies of this interim report can be found on the Company's website at www.algwplc.com.

These condensed interim financial statements for the six months ended 29 February 2020 are unaudited and do not constitute fully prepared statutory accounts. The comparative figures for the year ended 31 August 2019 are extracted from the 2019 audited financial statements. The independent auditor's report on the 2019 financial statements were not qualified.

GOING CONCERN

Any consideration of the foreseeable future involves making a judgement, at a particular point in time, about future events which are inherently uncertain. The ability of the Group to carry out its planned business objectives is dependent on its continuing ability to raise adequate financing from equity investors and/or the achievement of profitable operations.

The Directors have a reasonable expectation that the Group will be able to achieve the above in order to meet any future obligations and thus to continue operating for the foreseeable future. For this reason, they continue to adopt the going concern basis in preparing the Financial Statements. As detailed in the Chairman's statement the Impact of COVID-19 has led to some delays in the expected timing of transactions that the Company plans to be involved in and generate fees from, but has led to a greater interest in SLS assets and therefore should benefit the Group in the longer term.

3. EARNINGS PER SHARE

The basic earnings per share is based on the loss for the period divided by the weighted average number of shares in issue during the year. The weighted average number of ordinary shares for the Company the period ended 29 February 2020 assumes that all shares have been included in the computation based on the weighted average number of days since issue.

| | 29.2.2019 | 28.2.2018 | 31.8.2019 |
|---|--------------------|-------------|-------------|
| Loss attributable to owners of the Group: | 306,481 | 301,462 | 644,361 |
| Weighted average number of ordinary shares in issue for basic and fully diluted earnings* | 180,168,336 | 120,303,978 | 134,224,772 |
| LOSS PER SHARE (PENCE PER SHARE) | 0.2 | 0.3 | 0.5 |
| BASIC AND FULLY DILUTED*: | | | |
| - from continuing and total operations (pence) | 0.2 | 0.3 | 0.5 |

*Since the Group has incurred losses in all periods and there are no options or warrants, other than those exercisable at market price, outstanding at any point during the financial period, the basic loss and the diluted loss per share are the same.

4. SHARE CAPITAL, SHARE PREMIUM AND SHARE BASED PAYMENT RESERVE

| | Ordinary shares of £0.001 each Number | Shares capital £ | Share premium £ | SBP reserve £ |
|---|--|------------------------|-----------------------|---------------------|
| At 31 August 2018 | 106,335,000 | 106,335 | 561,898 | - |
| On 17 September 2018 the Company issued 20 million ordinary shares of £0.001 each at a price of 2p per share as part of a placing | 20,000,000 | 20,000 | 327,000 | - |
| On 20 February 2019 the Company issued 300,000 ordinary shares of £0.001 each at a price of 2p per share to settle a debt | 300,000 | 300 | 5,700 | - |
| On 16 May 2019 the Company issued 30 million ordinary shares of £0.001 each at a price of 1.5p per share as part of a placing | 30,000,000 | 30,000 | 325,750 | - |
| On 5 June 2019 the Company issued 2,067,006 ordinary shares of £0.001 each at a price of 1.5p per share to settle some debts | 2,066,666 | 2,067 | 28,933 | - |
| As at 31 August 2019 there were 9,166,650 warrants in issue with a fair value of £20,640 | - | - | (20,640) | 20,640 |
| At 31 August 2019 | 158,701,666 | 158,702 | 1,228,641 | 20,640 |
| On 29 November 2019 the Company issued 22 million ordinary shares of £0.001 each at a price of 1.25p per share as part of a placing | 22,000,000 | 22,000 | 211,542 | - |
| On 29 November 2019 the Company issued 2,360,000 ordinary shares of £0.001 each at a price of 1.25p to settle debts | 2,360,000 | 2,360 | 27,140 | - |
| On 6 December 2019 the Company exercised warrants over 9,166,650 ordinary shares of £0.001 each at an average price of 1.4p per share | 9,166,650 | 9,166 | 140,223 | (20,640) |

| | | | | |
|---|--------------------|----------------|------------------|----------|
| On 18 December 2019 the Company issued 9,406,690 ordinary shares of £0.001 each at a price of 1.75p per share | 9,406,690 | 9,407 | 142,864 | - |
| At 29 February 2020 | 201,635,006 | 201,635 | 1,750,410 | - |

5. EVENTS SUBSEQUENT TO THE REPORTING PERIOD

Covid-19 is a developing situation and, as at the date of these financial statements, the assessment of this situation will need continued attention and will evolve over time. In our view Covid-19 is considered to be a non-adjusting post balance sheet event and no adjustment is made to the financial statements as a result. The rapid development and fluidity of the Covid-19 virus makes it difficult to predict the ultimate impact at this stage. Management has assessed the impact and believes there are no material effects on the Company.