

# Caledonia Mining Corporation Plc

## MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL INFORMATION

### To the Shareholders of Caledonia Mining Corporation Plc:

Management has prepared the information and representations in this interim report. The unaudited condensed consolidated interim financial statements of Caledonia Mining Corporation Plc and its subsidiaries (the "Group") have been prepared in accordance with International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB") and, where appropriate, these statements include some amounts that are based on best estimates and judgment. Management has determined such amounts on a reasonable basis in order to ensure that the unaudited condensed consolidated interim financial statements are presented fairly, in all material respects.

The accompanying Management Discussion and Analysis ("MD&A") also includes information regarding the impact of current transactions, sources of liquidity, capital resources, operating trends, risks and uncertainties. Actual results in the future may differ materially from our present assessment of this information because future events and circumstances may not occur as expected.

The Group maintains adequate systems of internal accounting and administrative controls, within reasonable cost. Such systems are designed to provide reasonable assurance that relevant and reliable financial information are produced.

Management is responsible for establishing and maintaining adequate internal controls over financial reporting ("ICFR"). Any system of ICFR, no matter how well designed, has inherent limitations. Therefore, even those systems determined to be effective can provide only reasonable assurance with respect to financial statement preparation and presentation.

At September 30, 2020 management evaluated the effectiveness of the Group's ICFR and concluded that such ICFR was effective.

The Board of Directors, through its Audit Committee, is responsible for ensuring that management fulfils its responsibilities for financial reporting and internal control. The Audit Committee is composed of three independent directors. This Committee meets periodically with management and the external auditor to review accounting, auditing, internal control and financial reporting matters.

These condensed consolidated interim financial statements have not been audited by the Group's auditor.

The unaudited condensed consolidated interim financial statements for the period ended September 30, 2020 were approved by the Board of Directors and signed on its behalf on November 12, 2020.

(Signed) S. R. Curtis  
Chief Executive Officer

(Signed) J.M. Learmonth  
Chief Financial Officer

# Caledonia Mining Corporation Plc

## Condensed consolidated statements of profit and loss and other comprehensive income

(in thousands of United States dollars, unless indicated otherwise)

Unaudited	Note	Three months ended		Nine months ended	
		September 30, 2020	2019	September 30, 2020	2019
Revenue		25,359	19,953	71,874	52,393
Less: Royalty		(1,271)	(999)	(3,599)	(2,682)
Production costs	6	(10,399)	(9,410)	(32,537)	(26,750)
Depreciation		(1,143)	(1,059)	(3,457)	(3,159)
<b>Gross profit</b>		<b>12,546</b>	8,485	<b>32,281</b>	19,802
Other income	7	27	5	4,736	2,043
Other expenses	8	(305)	(173)	(1,827)	(482)
Administrative expenses	9	(2,539)	(1,246)	(5,361)	(3,951)
Cash-settled share-based payment	10	(231)	(36)	(1,177)	(406)
Net foreign exchange gain	11	985	3,345	4,694	28,270
Profit on sale of subsidiary		–	–	–	5,409
Fair value gain/ (loss) on derivative assets	12	27	–	(121)	(324)
<b>Operating profit</b>		<b>10,510</b>	10,380	<b>33,225</b>	50,361
Finance income		4	30	36	80
Finance cost		(91)	(46)	(390)	(116)
<b>Profit before tax</b>		<b>10,423</b>	10,364	<b>32,871</b>	50,325
Tax expense	13	(4,993)	(1,858)	(11,410)	(3,154)
<b>Profit for the period</b>		<b>5,430</b>	8,506	<b>21,461</b>	47,171
<b>Other comprehensive income</b>					
<i>Items that are or may be reclassified to profit or loss</i>					
Exchange differences on translation of foreign operations		(88)	(353)	(1,146)	(353)
Reclassification of accumulated exchange differences on the sale of subsidiary		–	–	–	(2,109)
<b>Total comprehensive income for the period</b>		<b>5,342</b>	8,153	<b>20,315</b>	44,709
<b>Profit attributable to:</b>					
Owners of the Company		4,433	7,007	17,807	39,628
Non-controlling interests		997	1,499	3,654	7,543
<b>Profit for the period</b>		<b>5,430</b>	8,506	<b>21,461</b>	47,171
<b>Total comprehensive income attributable to:</b>					
Owners of the Company		4,345	6,654	16,661	37,166
Non-controlling interests		997	1,499	3,654	7,543
<b>Total comprehensive income for the period</b>		<b>5,342</b>	8,153	<b>20,315</b>	44,709
<b>Earnings per share</b>					
Basic earnings per share (\$)		0.37	0.63	1.50	3.60
Diluted earnings per share (\$)		0.37	0.63	1.50	3.60

The accompanying notes on page 6 to 22 are an integral part of these condensed consolidated interim financial statements.

On behalf of the Board: “S.R. Curtis”- Chief Executive Officer and “J.M. Learmonth”- Chief Financial Officer.

# Caledonia Mining Corporation Plc

## Condensed consolidated statements of financial position

(in thousands of United States dollars, unless indicated otherwise)

<b>Unaudited</b>		<b>September</b>	December
<i>As at</i>	<i>Note</i>	<b>30,</b>	31,
		<b>2020</b>	2019
<b>Assets</b>			
Property, plant and equipment	14	<b>123,923</b>	113,651
Deferred tax asset		<b>105</b>	63
<b>Total non-current assets</b>		<b>124,028</b>	113,714
Inventories	15	<b>14,280</b>	11,092
Prepayments		<b>4,254</b>	2,350
Trade and other receivables	16	<b>6,839</b>	6,912
Derivative financial assets	12	<b>1,160</b>	102
Cash and cash equivalents		<b>21,562</b>	9,383
<b>Total current assets</b>		<b>48,095</b>	29,839
<b>Total assets</b>		<b>172,123</b>	143,553
<b>Equity and liabilities</b>			
Share capital	17	<b>74,696</b>	56,065
Reserves		<b>137,337</b>	140,730
Retained loss		<b>(73,240)</b>	(88,380)
Equity attributable to shareholders		<b>138,793</b>	108,415
Non-controlling interests		<b>15,913</b>	16,302
<b>Total equity</b>		<b>154,706</b>	124,717
Provisions		<b>3,404</b>	3,346
Deferred tax liabilities		<b>1,724</b>	3,129
Term loan facility - long term portion		<b>193</b>	1,942
Cash-settled share-based payment - long term portion	10	<b>1,692</b>	540
<b>Total non-current liabilities</b>		<b>7,013</b>	8,957
Term loan facility - short term portion		<b>322</b>	529
Cash-settled share-based payment - short term portion	10	<b>285</b>	–
Income taxes payable		<b>1,902</b>	163
Trade and other payables		<b>7,895</b>	8,697
Overdraft		<b>–</b>	490
<b>Total current liabilities</b>		<b>10,404</b>	9,879
<b>Total liabilities</b>		<b>17,417</b>	18,836
<b>Total equity and liabilities</b>		<b>172,123</b>	143,553

The accompanying notes on pages 6 to 22 are an integral part of these condensed consolidated interim financial statements.

## Caledonia Mining Corporation Plc

### Condensed consolidated statements of changes in equity

(in thousands of United States dollars, unless indicated otherwise)

Unaudited

	<i>Notes</i>	Share capital	Foreign currency translation reserve	Contributed surplus	Equity-settled share-based payment reserve	Retained loss	Total	Non-controlling interests (NCI)	Total equity
Balance December 31, 2018		55,102	(6,561)	132,591	16,760	(127,429)	70,463	8,345	78,808
<i>Transactions with owners:</i>									
Dividends paid		-	-	-	-	(2,219)	(2,219)	(284)	(2,503)
Shares issued - share-based payment	10(a)	963	-	-	-	-	963	-	963
<i>Total comprehensive income:</i>									
Profit for the period		-	-	-	-	39,628	39,628	7,543	47,171
Other comprehensive income for the period		-	(2,462)	-	-	-	(2,462)	-	(2,462)
<b>Balance at September 30, 2019</b>		<b>56,065</b>	<b>(9,023)</b>	<b>132,591</b>	<b>16,760</b>	<b>(90,020)</b>	<b>106,373</b>	<b>15,604</b>	<b>121,977</b>
Balance December 31, 2019		56,065	(8,621)	132,591	16,760	(88,380)	108,415	16,302	124,717
<i>Transactions with owners:</i>									
Dividends paid		-	-	-	-	(2,667)	(2,667)	(443)	(3,110)
Shares issued:									
- share-based payment	10(a)	216	-	-	-	-	216	-	216
- options exercised		30	-	-	-	-	30	-	30
- equity raise (net of transaction cost)	17	12,538	-	-	-	-	12,538	-	12,538
- Blanket shares repurchased	5	5,847	-	-	(2,247)	-	3,600	(3,600)	-
<i>Total comprehensive income:</i>									
Profit for the period		-	-	-	-	17,807	17,807	3,654	21,461
Other comprehensive income for the period		-	(1,146)	-	-	-	(1,146)	-	(1,146)
<b>Balance at September 30, 2020</b>		<b>74,696</b>	<b>(9,767)</b>	<b>132,591</b>	<b>14,513</b>	<b>(73,240)</b>	<b>138,793</b>	<b>15,913</b>	<b>154,706</b>

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The accompanying notes on page 6 to 22 are an integral part of these condensed consolidated interim financial statements.

# Caledonia Mining Corporation Plc

## Condensed consolidated statements of cash flows

(in thousands of United States dollars, unless indicated otherwise)

### Unaudited

	<i>Note</i>	Three months ended September 30,		Nine months ended September 30,	
		2020	2019	2020	2019
<b>Cash generated from operations</b>	18	<b>7,393</b>	4,886	<b>23,764</b>	14,003
Net interest paid		(74)	(33)	(337)	(129)
Tax paid		(2,048)	–	(4,082)	(608)
<b>Net cash from operating activities</b>		<b>5,271</b>	4,853	<b>19,345</b>	13,266
<b>Cash flows used in investing activities</b>					
Acquisition of property, plant and equipment		(8,007)	(5,583)	(15,928)	(14,909)
Purchase of derivative financial asset		–	–	(1,058)	–
Proceeds from disposal of subsidiary		–	–	900	1,000
<b>Net cash used in investing activities</b>		<b>(8,007)</b>	(5,583)	<b>(16,086)</b>	(13,909)
<b>Cash flows from financing activities</b>					
Dividends paid		(1,129)	(883)	(3,110)	(2,503)
Payment of lease liabilities		(30)	–	(87)	–
Shares issued - equity raise	17	12,538	–	12,538	–
Share options exercised		–	–	30	–
<b>Net cash used in financing activities</b>		<b>11,379</b>	(883)	<b>9,371</b>	(2,503)
<b>Net increase/ (decrease) in cash and cash equivalents</b>		<b>8,643</b>	(1,613)	<b>12,630</b>	(3,146)
Effect of exchange rate fluctuations on cash held		1,280	1,063	39	(15)
Net cash and cash equivalents at the beginning of the period		11,639	9,742	8,893	11,187
<b>Net cash and cash equivalents at the end of the period</b>		<b>21,562</b>	9,192	<b>21,562</b>	8,026

The accompanying notes on page 6 to 22 are an integral part of these condensed consolidated interim financial statements.

# **Caledonia Mining Corporation Plc**

## **Notes to the Condensed Consolidated Interim Financial Statements**

*(in thousands of United States Dollars, unless indicated otherwise)*

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### **1 Reporting entity**

Caledonia Mining Corporation Plc (the “Company”) is a company domiciled in Jersey, Channel Islands. The address of the Company’s registered office is B006 Millais House, Castle Quay, St Helier, Jersey, Channel Islands. These unaudited condensed consolidated interim financial statements as at and for the nine months ended September 30, 2020 comprise the Company and its subsidiaries (the “Group”). The Group is primarily involved in the operation of a gold mine and the exploration and development of mineral properties for precious metals.

Caledonia’s shares are listed on the NYSE American stock exchange (symbol - “CMCL”). Depository interests in Caledonia’s shares are admitted to trading on AIM of the London Stock Exchange plc (symbol - “CMCL”).

### **2 Basis of preparation**

#### **i.) Statement of compliance**

These unaudited condensed consolidated interim financial statements have been prepared in accordance with IAS 34 Interim Financial Reporting and do not include all the information required for full annual financial statements. Accordingly, certain information and disclosures normally included in the annual financial statements prepared in accordance with IFRS as issued by the IASB have been omitted or condensed. Selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the last annual consolidated financial statements as at and for the year ended December 31, 2019.

#### **ii.) Basis of measurement**

The consolidated financial statements have been prepared on the historical cost basis except for:

- cash-settled share-based payment arrangements measured at fair value on grant and re-measurement dates; and
- derivative financial instruments measured at fair value.

#### **iii.) Functional currency**

These unaudited condensed consolidated interim financial statements are presented in United States dollars (“\$” or “US Dollar” or “USD”), which is also the functional currency of the Company. All financial information presented in United States dollars have been rounded to the nearest thousand, unless indicated otherwise. Refer to note 11 for changes to the RTGS\$ currency and the effect thereof on the statement of profit or loss and other comprehensive income.

### **3 Use of accounting assumptions, estimates and judgements**

In preparing these unaudited condensed consolidated interim financial statements, management has made accounting assumptions, estimates and judgements that affect the application of the Group’s accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Changes in estimates are recognised prospectively.

# **Caledonia Mining Corporation Plc**

## **Notes to the Condensed Consolidated Interim Financial Statements**

*(in thousands of United States Dollars, unless indicated otherwise)*

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#### **4 Significant accounting policies**

The same accounting policies and methods of computation have been applied consistently to all periods presented in these unaudited condensed consolidated interim financial statements as compared to the Group's annual financial statements for the year ended December 31, 2019. In addition, the accounting policies have been applied consistently by the Group entities.

#### **5 Blanket Zimbabwe Indigenisation Transaction**

On February 20, 2012 the Group announced it had signed a Memorandum of Understanding ("MoU") with the Minister of Youth, Development, Indigenisation and Empowerment of the Government of Zimbabwe pursuant to which the Group agreed that indigenous Zimbabweans would acquire an effective 51% ownership interest in the Zimbabwean company owning the Blanket Mine (also referred to herein as "Blanket" or "Blanket Mine" as the context requires) for a paid transactional value of \$30.09 million. Pursuant to the above, members of the Group entered into agreements with each indigenous shareholder to transfer 51% of the Group's ownership interest in Blanket Mine whereby it:

- sold a 16% interest to the National Indigenisation and Economic Empowerment Fund ("NIEEF") for \$11.74 million;
- sold a 15% interest to Fremiro Investments (Private) Limited ("Fremiro"), which is owned by indigenous Zimbabweans, for \$11.01 million;
- sold a 10% interest to Blanket Employee Trust Services (Private) Limited ("BETS") for the benefit of present and future managers and employees for \$7.34 million. The shares in BETS are held by the Blanket Mine Employee Trust ("Employee Trust") with Blanket Mine's employees holding participation units in the Employee Trust; and
- donated a 10% ownership interest to the Gwanda Community Share Ownership Trust ("Community Trust"). In addition, Blanket Mine paid a non-refundable donation of \$1 million to the Community Trust.

The Group facilitated the vendor funding of these transactions which is repaid by way of dividends from Blanket Mine. 80% of dividends declared by Blanket Mine are used to repay such loans and the remaining 20% unconditionally accrues to the respective indigenous shareholders. Following a modification to the interest rate on June 23, 2017, outstanding balances on these facilitation loans attract interest at a rate of the lower of a fixed 7.25% per annum payable quarterly or 80% of the Blanket Mine dividend in the quarter. The timing of the repayment of the loans depends on the future financial performance of Blanket Mine and the extent of future dividends declared by Blanket Mine. The facilitation loans relating to the Group were transferred as dividends in specie intra Group and now the loans and most of the interest thereon is payable to the Company.

**Caledonia Mining Corporation Plc**  
**Notes to the Condensed Consolidated Interim Financial Statements**  
*(in thousands of United States Dollars, unless indicated otherwise)*

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**5 Blanket Zimbabwe Indigenisation Transaction (continued)**

**Accounting treatment**

The directors of Caledonia Holdings Zimbabwe (Private) Limited (“CHZ”), a wholly owned subsidiary of the Company, performed a re-assessment, using the requirements of IFRS 10: Consolidated Financial Statements (IFRS 10), and concluded that CHZ should continue to consolidate Blanket Mine after the indigenisation and accordingly the subscription agreements with the indigenous shareholders have been accounted for as a transaction with non-controlling interests and as a share based payment transaction.

The subscription agreements, concluded on February 20, 2012, were accounted for as follows:

- Non-controlling interests (“NCI”) were recognised on the portion of shareholding upon which dividends declared by Blanket Mine will accrue unconditionally to equity holders as follows:
  - (a) 20% of the 16% shareholding of NIEEF;
  - (b) 20% of the 15% shareholding of Fremiro; and
  - (c) 100% of the 10% shareholding of the Community Trust.
- This effectively means that NCI was recognised at 16.2% of the net assets of Blanket Mine, until the completion of the transaction with Fremiro whereby the NCI reduced to 13.2% (see below).
- The remaining 80% of the shareholding of NIEEF and Fremiro is recognised as non-controlling interests to the extent that their attributable share of the net asset value of Blanket Mine exceeds the balance on the facilitation loans including interest. At September 30, 2020 the attributable net asset value did not exceed the balance on the respective loan accounts and thus no additional NCI was recognised.
- The transaction with BETS is accounted for in accordance with IAS 19 Employee Benefits (profit sharing arrangement) as the ownership of the shares does not ultimately pass to the employees. The employees are entitled to participate in 20% of the dividends accruing to the 10% shareholding in Blanket Mine if they are employed at the date of such distribution. To the extent that 80% of the attributable dividends exceeds the balance on the BETS facilitation loan they will accrue to the employees at the date of such declaration.
- The Employee Trust and BETS are entities effectively controlled and consolidated by Blanket Mine. Accordingly, the shares held by BETS are effectively treated as treasury shares in Blanket Mine and no NCI is recognised.

*Fremiro purchase agreement*

On November 5, 2018 the Company and Fremiro entered into a sale agreement for Caledonia to purchase Fremiro’s 15% shareholding in Blanket Mine. On January 21, 2020 all substantive conditions to the transaction were satisfied and the Company issued 727,266 shares to Fremiro for the cancellation of their facilitation loan and purchase of Fremiro’s 15% shareholding in Blanket Mine. The transaction was accounted for as a repurchase of a previously vested equity instrument. As a result, the Fremiro share of the NCI of \$3,600 was derecognised, shares were issued at fair value, the share-based payment reserve was reduced by \$2,247 and the Company’s shareholding in Blanket Mine increased to 64% on the effective date.

**Caledonia Mining Corporation Plc**  
**Notes to the Condensed Consolidated Interim Financial Statements**  
*(in thousands of United States Dollars, unless indicated otherwise)*

**5 Blanket Zimbabwe Indigenisation Transaction (continued)**

**Blanket Mine's indigenisation shareholding percentages and facilitation loan balances**

USD	Shareholding	NCI Recognised	NCI subject to facilitation loan	Balance of facilitation loan #	
				September 30, 2020	December 31, 2019
NIEEF	16%	3.20%	12.80%	<b>11,834</b>	11,877
Fremiro	<sub>&amp;</sub>	<sub>&amp;</sub>	<sub>&amp;</sub>	<sub>&amp;</sub>	11,458
Community Trust	10%	10.00%	-	-	-
BETS ~	10%	<sub>*</sub>	<sub>*</sub>	<b>7,542</b>	7,639
	<b>36%</b>	<b>13.20%</b>	<b>12.80%</b>	<b>19,376</b>	<b>30,974</b>

\* The shares held by BETS are effectively treated as treasury shares (see above).

~ Accounted for under IAS19 *Employee Benefits*.

& After Fremiro repurchase on January 21, 2020.

# Facilitation loans are accounted for as equity instruments and are accordingly not recognised as loans receivable.

The balance on the facilitation loans is reconciled as follows:

	2020	2019
Balance at January 1,	<b>30,974</b>	30,986
Cancellation of Fremiro loan	<b>(11,458)</b>	-
Dividends used to repay loans	<b>(1,171)</b>	(1,081)
Interest accrued	<b>1,031</b>	1,073
Balance at September 30,	<b>19,376</b>	30,978

**Advance dividend loans and balances**

In anticipation of completion of the underlying subscription agreements, Blanket Mine agreed to advance dividend arrangements with NIEEF and the Community Trust. Advances made to the Community Trust against their right to receive dividends declared by Blanket Mine on their shareholding are as follows:

- a \$2 million payment on or before September 30, 2012;
- a \$1 million payment on or before February 28, 2013; and
- a \$1 million payment on or before April 30, 2013.

These advance payments were debited to a loan account bearing interest at a rate at the lower of a fixed 7.25% per annum, payable quarterly or the Blanket Mine dividend in the quarter to the advanced dividend loan holder. The loan is repayable by way of set-off of future dividends on the Blanket Mine shares owned by the Community Trust. Advances made to NIEEF as an advanced dividend loan before 2013 have been settled through Blanket Mine dividend repayments in 2014. The advance dividend payments were recognised as distributions to shareholders and they are classified as equity instruments. The loans arising are not recognised as loans receivable, because repayment is by way of uncertain future dividends.

**Caledonia Mining Corporation Plc**  
**Notes to the Condensed Consolidated Interim Financial Statements**  
*(in thousands of United States Dollars, unless indicated otherwise)*

**5 Blanket Zimbabwe Indigenisation Transaction (continued)**

**Amendments to advanced dividend loan agreements**

*Advance dividend loan modification - Community Trust*

On February 27, 2020, the Group, Blanket Mine and the indigenous shareholders of Blanket Mine reached agreement to change the repayment terms of the advance dividend loan to the Community Trust. The amendment allowed that 20% of the Community Trust share of the Blanket dividend accrues on declaration of the dividend and that the remaining 80% be applied to the advance dividend loan from February 27, 2020. The modification was not considered beneficial to the indigenous shareholders.

The movement in the advance dividend loan to the Community Trust is reconciled as follows:

	<b>2020</b>	2019
Balance at January 1,	<b>1,632</b>	2,053
Dividends used to repay advance dividends	<b>(496)</b>	(350)
Interest accrued	<b>78</b>	72
Balance at September 30,	<b>1,214</b>	1,775

**6 Production Costs**

	<b>2020</b>	2019
Salaries and wages	<b>11,948</b>	10,639
Consumable materials	<b>11,823</b>	9,499
Electricity costs	<b>6,197</b>	4,600
Safety	<b>548</b>	592
Cash-settled share-based expense (note 10(a))	<b>480</b>	73
On mine administration	<b>1,264</b>	1,117
Pre-feasibility exploration costs	<b>277</b>	230
	<b>32,537</b>	26,750

**7 Other income**

	<b>2020</b>	2019
Government grant – Gold sale export incentive	<b>4,695</b>	866
Government grant – Gold support price	–	1,064
Other	<b>41</b>	113
	<b>4,736</b>	2,043

**Government grant – Gold sale export incentive**

The Reserve Bank of Zimbabwe (“RBZ”) first announced an export credit incentive (“ECI”) on the gold proceeds received for all large-scale gold mine producers during 2016. The ECI is calculated as a percentage of the gold proceeds less the charges of Fidelity Printers and Refiners Limited (“Fidelity”).

**Caledonia Mining Corporation Plc**  
**Notes to the Condensed Consolidated Interim Financial Statements**  
*(in thousands of United States Dollars, unless indicated otherwise)*

**7 Other income (continued)**

**Government grant – Gold sale export incentive (continued)**

The below table indicates when the ECI was applicable and the percentages applied, as announced by government:

<b>ECI applicable periods</b>	<b>Percentage</b>
May 1, 2016 – January 1, 2018	3.5%
January 1, 2018 – February 1, 2018	2.5%
February 1, 2018 – February 20, 2019	10%
March 10, 2020 – June 26, 2020	25%

All incentives granted by the Zimbabwean government were included in other income when determined receivable and receipts were received in Blanket Mine’s RTGS\$ account. The ECI fell away after June 26, 2020.

**Government grant – Gold support price**

From March 6, 2019 it became apparent that Blanket Mine’s sales proceeds received from Fidelity were calculated at a gross price of \$44,000 per kilogram (\$1,368.58 per ounce), which exceeded the prevailing London Bullion Market Association (“LBMA”) price. On May 12, 2019, the Company received confirmation from Fidelity of this windfall receipt, called the “gold support price”, which has been implemented to incentivise gold producers to increase gold production. The gold support price has not been received since the LBMA gold price subsequently increased above \$1,368.58 per ounce.

**8 Other expenses**

	<b>2020</b>	2019
Intermediated Money Transaction Tax	<b>325</b>	253
Solar expenses*	<b>202</b>	85
COVID-19 donations~	<b>1,032</b>	–
Community and social responsibility	<b>268</b>	–
Impairment of property, plant and equipment	–	144
	<b>1,827</b>	482

\* On July 6, 2020 the Board appointed Voltalia as the contractor for the engineering, procuring and constructing of a solar plant that will be owned by a subsidiary of the Company. All solar costs that were incurred before July 6, 2020 were accounted for as other expenses and accounted through profit and loss. Solar costs incurred after approval by the Board are accounted for as property, plant and equipment (refer to note 14) as it became clear and probable that future economic benefits will flow to the project.

~ Blanket Mine donated \$840 towards the Zimbabwean Ministry of Mines and Development and \$192 towards a clinic in Gwanda, in helping to curb the spread of COVID-19 and the impacts thereof.

**Caledonia Mining Corporation Plc**  
**Notes to the Condensed Consolidated Interim Financial Statements**  
*(in thousands of United States Dollars, unless indicated otherwise)*

<b>9 Administrative expenses</b>	<b>2020</b>	2019
Investor relations	<b>263</b>	324
Audit fee	<b>186</b>	185
Advisory services fee	<b>501</b>	253
Listing fees	<b>274</b>	214
Directors fees company	<b>210</b>	170
Directors fees Blanket	<b>29</b>	17
Employee costs	<b>2,431</b>	2,064
Other office administration cost	<b>345</b>	420
Management liability insurance	<b>1,032</b>	86
Travel costs	<b>90</b>	201
Eersteling Gold Mine administration costs	–	17
	<b>5,361</b>	3,951

**10 Cash-settled share-based payments**

The Group has expensed the following cash-settled share-based payment arrangements for the nine months ended September 30:

	<b>Note</b>	<b>2020</b>	2019
Restricted Share Units and Performance Units	10(a)	<b>1,100</b>	376
Caledonia Mining South Africa employee incentive scheme	10(b)	<b>77</b>	30
		<b>1,177</b>	406

**(a) Restricted Share Units and Performance Units**

Certain management and employees within the Group are granted Restricted Share Units (“RSUs”) and Performance Units (“PUs”) pursuant to provisions of the 2015 Omnibus Equity Incentive Compensation Plan. All RSUs and PUs were granted and approved at the discretion of the Compensation Committee of the Board of Directors.

RSUs vest three years after grant date given that the service condition of the relevant employees have been fulfilled. The value of the vested RSUs is the number of RSUs vested multiplied by the fair market value of the Company’s shares, as specified by the plan, on date of settlement.

PUs have a performance condition based on gold production and a performance period of three years. The number of PUs that vest will be the PUs granted multiplied by the performance multiplier, which will reflect the actual performance in terms of the performance conditions compared to expectations on the date of the award.

RSU holders are entitled to receive dividends over the vesting period. Such dividends will be reinvested in additional RSUs at the then applicable share price. PUs have rights to dividends only after they have vested.

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**10 Cash-settled share-based payments**

**(a) Restricted Share Units and Performance Units (continued)**

RSUs and PUs allow for settlement of the vesting date value in cash or shares issuable at fair market value or a combination of both at the discretion of the unit holder.

The fair value of the RSUs, at the reporting date, was based on the Black Scholes option valuation model. The fair value of the PUs, at the reporting date, was based on the Black Scholes option valuation model less the fair value of the expected dividends during the vesting period multiplied by the performance multiplier expectation. At the reporting date it was assumed that there is a 93%-100% probability that the performance conditions will be met and therefore a 93%-100% (2019: 93%-100%) average performance multiplier was used in calculating the estimated liability. The liability as at September 30, 2020 amounted to \$1,887 (December 31, 2019: \$524). Included in the liability as at September 30, 2020 is an amount of \$480 (September 30, 2019: \$73) that was expensed and classified as production costs; refer to note 6. During the year PUs and RSUs to the value of \$216 vested and were issued as share capital.

The following assumptions were used in estimating the fair value of the cash-settled share-based payment liability on:

	<b>September 30, 2020</b>		<b>December 31, 2019</b>	
	<b>RSUs</b>	<b>PU</b> s	<b>RSUs</b>	<b>PU</b> s
Fair value (USD)	<b>\$9.28</b>	<b>\$9.23</b>	\$5.85	\$5.49-5.79
Share price (USD)	<b>\$9.28</b>	<b>\$8.95</b>	\$5.85	\$5.85
Performance multiplier percentage	-	<b>93-100%</b>	-	93-100%

**Share units granted:**

	<b>RSUs</b>	<b>PU</b> s	<b>RSUs</b>	<b>PU</b> s
Grant – January 11, 2016	-	-	60,645	242,579
Grant- March 23, 2016	-	-	10,965	43,871
Grant – June 8, 2016	-	-	5,117	20,470
Grant - January 19, 2017	<b>4,443</b>	<b>17,774</b>	4,443	17,774
Grant - January 11, 2019	-	<b>95,740</b>	-	95,740
Grant - March 23, 2019	-	<b>28,287</b>	-	28,287
Grant - June 8, 2019	-	<b>14,672</b>	-	14,672
Grant - January 11, 2020	<b>17,585</b>	<b>121,331</b>	-	-
Grant - March 31, 2020	-	<b>1,971</b>	-	-
Grant - June 1, 2020	-	<b>1,740</b>	-	-
Grant - September 9, 2020	-	<b>1,611</b>	-	-
Grant - September 14, 2020	-	<b>21,642</b>	-	-
RSU dividends reinvested	<b>948</b>	-	11,316	-
Settlements/ terminations	<b>(5,052)</b>	<b>(21,342)</b>	(87,434)	(306,920)
<b>Total awards</b>	<b>17,924</b>	<b>283,426</b>	<b>5,052</b>	<b>156,473</b>

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**(b) Caledonia Mining South Africa employee incentive scheme**

From 2017 Caledonia Mining South Africa Proprietary Limited granted 52,282 awards to its employees that entitle them to a cash pay-out at the Company's share price on November 30 each year over a 3-year period from the grant date. The cash-settled share-based payment liability was calculated based on the number of awards expected to vest multiplied by the Company's Black Scholes option valuation fair value of £7.44 at the reporting date and apportioned for the quantity vested over the total vesting period. The liability relating to these cash-settled share-based payment awards amounted to \$90 (December 31, 2019: \$16) and the expense amounted to \$77 (September 30, 2019: \$30) for the nine months ended September 30, 2020. The following assumptions were used in estimating the fair value of the cash-settled share-based payment liability for the quarter ended September 30, 2020.

During September 2020 it was communicated to employees of Caledonia Mining South Africa Proprietary Limited that a discretionary cash bonus would be awarded to them at the end of 2020 if their cash-settled share-based payments did not exceed 10% of their yearly gross remuneration. The shortfall between 10% of the cash awards and the cash-settled share-based payments, where applicable, was accounted for as employee costs (note 9) and included in Trade and other payables.

	<b>September 30, 2020</b>	December 31, 2019
	<b>Awards</b>	
Grant – July 2017 (3-year term)	–	37,330
Grant – August 2018 (3-year term)	<b>5,918</b>	5,918
Grant - August 2019 (3-year term)	<b>9,034</b>	9,034
Awards paid out	<b>(7,655)</b>	(44,985)
Total awards outstanding	<b>7,297</b>	7,297
Estimated awards expected to vest	<b>100%</b>	100%

**11 Net foreign exchange gain**

On October 1, 2018 the RBZ issued a directive to Zimbabwean banks to separate foreign currency from RTGS\$ in the accounts held by their clients and pegged the RTGS\$ at 1:1 to the US Dollar. On February 20, 2019 the RBZ issued a further monetary policy statement, which allowed inter-bank trading between RTGS\$ and foreign currency. The interbank rate was introduced at 2.5 RTGS\$ to 1 US Dollar and traded at 81.44 RTGS\$ to 1 US Dollar as at September 30, 2020 (December 31, 2019: 16.77 RTGS\$). On June 24, 2019 the Government issued S.I. 142 which stated, "Zimbabwe dollar (RTGS\$) to be the sole currency for legal tender purposes for any transactions in Zimbabwe". Throughout these announcements and to the date of issue of these financial statements the US dollar has remained the primary currency in which the Group's Zimbabwean entities operate and the functional currency of these entities.

Previously there was uncertainty as to what currency would be used to settle amounts owed to the Zimbabwe Government. The announcement of S.I. 142 clarified the Zimbabwean Government's intentions that these liabilities were always denominated in RTGS\$ and that RTGS\$ would be the currency in which they would be settled. The devaluation of the deferred tax and electricity liabilities contributed the largest portion of the foreign exchange gain set out below.

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**11 Net foreign exchange gain (continued)**

The table below illustrates the effect the weakening of the RTGS\$ and other non-RTGS\$ currencies had, against the US Dollar, on the statement of profit or loss and other comprehensive income.

	2020	2019
Unrealised foreign exchange gain	8,464	31,318
Realised foreign exchange loss	<u>(3,770)</u>	<u>(3,048)</u>
Net foreign exchange gain	<u>4,694</u>	<u>28,270</u>

**12 Derivative financial assets**

	2020	December 31, 2019
Gold exchange-traded fund ("Gold ETF")	1,160	–
Gold Hedge	–	102
	<u>1,160</u>	<u>102</u>

**Gold ETF**

In April 2020 the South African subsidiary, Caledonia Mining South Africa Proprietary Limited, purchased a Gold ETF through Standard Bank Limited at a cost of \$1,058. The Gold ETF is denominated in South African Rand and the instrument is utilised to invest excess short term Rands on hand at the South Africa subsidiary. The Gold ETF's value tracks the US spot gold price and was entered into to offset fluctuations in the South African Rand against the US Dollar. The total expense, representing the change in the Rand tracked USD spot gold price, amounted to \$19 (2019: Nil) for the nine months ended September 30, 2020. Foreign currency translation gains, due to the fluctuations in the Rand against the US Dollar on the translation of the foreign subsidiary, amounted to \$121 (2019: Nil).

**Gold Hedge**

The Company entered into a hedge in November 2019 at a cost of \$379. The hedge was in the form of put options in respect of 4,600 ounces of gold for the period January to June 2020 exercisable at a strike price of \$1,400 per ounce. At December 31, 2019 the mark-to-market valuation, that represents the fair value of the hedge, amounted to \$102 (2018: Nil). The put options were entered into by the Company for economic hedging purposes to ensure sufficient cash availability for Blanket Mine's capital investment plan, rather than as a speculative investment. The total expense of the derivative contract amounted to \$102 (2019: \$324) for the nine months ended September 30, 2020. The hedges expired on June 30, 2020.

<b>Fair value losses on derivative assets</b>	2020	2019
Gold ETF	19	–
Gold hedge	<u>102</u>	<u>324</u>
	<u>121</u>	<u>324</u>

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**13 Tax expense**

	<b>2020</b>	2019
<b>Tax recognised in profit or loss</b>		
Current tax (income tax and withholding tax)	<b>9,337</b>	4,898
Deferred tax expense	<b>2,073</b>	(1,744)
<b>Tax expense</b>	<b>11,410</b>	3,154
<b>Reconciliation of tax rate</b>	<b>2020</b>	2019
Profit for the year	<b>21,461</b>	47,171
Total tax expense	<b>11,410</b>	3,154
Profit before tax	<b>32,871</b>	50,325
Income tax at Company's domestic tax rate <sup>(1)</sup>		
Tax at enacted rate of jurisdictions within the Group <sup>(2)</sup>	<b>10,072</b>	13,015
Effect of income tax calculated in RTGS\$ as required by PN26 <sup>(3)</sup>	<b>1,444</b>	(11,535)
Management fee – Withholding tax on deemed dividend portion	<b>126</b>	94
Management fee – non-deductible deemed dividend	<b>427</b>	407
Management fee – withholding tax current year	<b>91</b>	88
Withholding tax on intercompany dividend	<b>230</b>	40
Non-deductible royalty expenses	<b>-</b>	731
Other non-deductible expenditure	<b>70</b>	5
Export incentive income exemption	<b>(1,095)</b>	(204)
Change in tax estimates	<b>(8)</b>	34
Change in unrecognised deferred tax assets	<b>53</b>	479
<b>Tax expense - recognised in profit or loss</b>	<b>11,410</b>	3,154

<sup>(1)</sup> The tax rate in Jersey, Channel Islands is 0% (2019: 0%).

<sup>(2)</sup> The implied tax rate of 30.6% exceeds the statutory tax rates of subsidiaries of the Company, as certain non-deductible expenditures are incurred by the Company that cannot be offset against taxable income of our Zimbabwean and South African entities where the enacted tax rates are 25.75% and 28% respectively. Expenditures incurred in Jersey amounted to \$4,929 (2019: (\$177) income) deducted from consolidated profit before tax but is not deducted in calculating the tax expense.

<sup>(3)</sup> In 2019 ZIMRA issued PN26 that was affected retrospectively from February 22, 2019. The public notice provided clarity on Section 4 (a) of the Finance Act [Chapter 23:04] of Zimbabwe, that requires a company earning taxable income to pay tax in the same or other specified currency that the income is earned. PN 26 clarifies that the calculation of taxable income be performed in RTGS\$ and that the payment of the tax be in the ratio of the currency that the turnover is earned. The reconciling item reconciles the profit before tax calculated using US dollars as the functional currency of the Zimbabwean entities to taxable income calculated in RTGS\$.

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**14 Property, plant and equipment**

	<b>Land and Buildings</b>	<b>Mine development, infrastructure and other</b>	<b>Exploration and evaluation assets</b>	<b>Plant and equipment</b>	<b>Furniture and fittings</b>	<b>Motor vehicles</b>	<b>Solar Plant</b>	<b>Total</b>
<b>Cost</b>								
Balance at January 1, 2019	10,339	74,509	6,967	32,675	923	2,402	–	127,815
Initial recognition of right of use assets	409	–	–	–	–	–	–	409
Additions*	267	19,020	172	897	88	151	–	20,595
Impairments	–	–	–	(144)	–	–	–	(144)
Disposals	(212)	–	–	–	–	(16)	–	(228)
Reallocations between asset classes	25	(2,989)	–	2,964	–	–	–	–
Foreign exchange movement	5	2	–	3	7	1	–	18
<b>Balance at December 31, 2019</b>	<b>10,833</b>	<b>90,542</b>	<b>7,139</b>	<b>36,395</b>	<b>1,018</b>	<b>2,538</b>	<b>–</b>	<b>148,465</b>
Additions*	<b>1</b>	<b>11,186</b>	<b>75</b>	<b>1,968</b>	<b>115</b>	<b>423</b>	<b>148</b>	<b>13,916</b>
Derecognised plant and equipment	–	–	–	(201)	–	–	–	(201)
Reallocations between asset classes	<b>625</b>	<b>(796)</b>	–	<b>171</b>	–	–	–	–
Foreign exchange movement	<b>(34)</b>	–	–	<b>(15)</b>	<b>(54)</b>	<b>(7)</b>	–	<b>(110)</b>
<b>Balance at September 30, 2020</b>	<b>11,425</b>	<b>100,932</b>	<b>7,214</b>	<b>38,318</b>	<b>1,079</b>	<b>2,954</b>	<b>148</b>	<b>162,070</b>

\* Included in additions is an amount of \$ 12,177 (December 31, 2019: \$ 20,093) relating to capital work in progress (“CWIP”) and contains \$ 42 (December 31, 2019: \$ 165) of borrowing costs capitalised from the term loan. As at quarter end \$ 88,228 of CWIP was included in the cost closing balance (December 31, 2019: \$ 76,847).

On July 6, 2020 the Board appointed Voltalia as the contractor for the engineering, procuring and constructing of a solar plant that will be owned by a subsidiary of the Company. All solar costs that were incurred before July 6, 2020 were accounted for as other expenses and accounted through profit and loss. Solar costs incurred after approval by the Board are accounted for as property, plant and equipment (refer to note 14) as it became clear and probable that future economic benefits will flow to the project.

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**14 Property, plant and equipment (continued)**

	<b>Land and Buildings</b>	<b>Mine development, infrastructure and other</b>	<b>Exploration and evaluation assets</b>	<b>Plant and equipment</b>	<b>Furniture and fittings</b>	<b>Motor vehicles</b>	<b>Solar Plant</b>	<b>Total</b>
<b>Accumulated depreciation and Impairment losses</b>								
Balance at January 1, 2019	4,411	5,821	–	17,357	649	2,150	–	30,388
Initial recognition of right of use assets	146	–	–	–	–	–	–	146
Depreciation for the year	1,005	504	–	2,693	99	133	–	4,434
Disposals	(149)	–	–	–	–	(16)	–	(165)
Foreign exchange movement	–	–	–	–	5	6	–	11
Balance at December 31, 2019	5,413	6,325	–	20,050	753	2,273	–	34,814
Depreciation for the year	<b>766</b>	<b>454</b>	–	<b>2,057</b>	<b>71</b>	<b>109</b>	–	<b>3,457</b>
Accumulated depreciation for derecognised plant and equipment	–	–	–	(56)	–	–	–	(56)
Foreign exchange movement	(19)	–	–	1	(48)	(2)	–	(68)
<b>Balance at September 30, 2020</b>	<b>6,160</b>	<b>6,779</b>	–	<b>22,052</b>	<b>776</b>	<b>2,380</b>	–	<b>38,147</b>
<b>Carrying amounts</b>								
At December 31, 2019	5,420	84,217	7,139	16,345	265	265	–	113,651
<b>At September 30, 2020</b>	<b>5,265</b>	<b>94,153</b>	<b>7,214</b>	<b>16,266</b>	<b>303</b>	<b>574</b>	<b>148</b>	<b>123,923</b>

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**15 Inventories**

	December 31, 2020	2019
Consumable stores	13,037	10,716
Gold in progress	1,243	376
	<u>14,280</u>	<u>11,092</u>

**16 Trade and other receivables**

	December 31, 2020	2019
Bullion sales receivable	4,060	2,987
VAT receivables	1,377	1,765
Deferred consideration on the disposal of subsidiary	1,099	1,991
Deposits for stores and equipment and other receivables	303	169
	<u>6,839</u>	<u>6,912</u>

The net carrying value of trade receivables was considered a reasonable approximation of fair value and are short-term in nature. No provision for expected credit losses were recognised as all scheduled payments were received as expected up to the date of approval of these financial statements and non-payment of Trade and other receivables were not foreseen. The Bullion sales receivable was received after quarter-end.

**17 Share capital**

	Number of fully paid shares	Amount
January 1, 2019	10,603,153	55,102
Shares issued - share-based payment	159,888	963
September 30, 2019	<u>10,763,041</u>	<u>56,065</u>
January 1, 2020	<b>10,763,041</b>	<b>56,065</b>
Shares issued:		
- share-based payment (note 10(a))	17,774	216
- options exercised	5,000	30
- equity raise*	597,963	12,538
- Blanket shares repurchased (note 5)	1,333,008	5,847
<b>September 30, 2020</b>	<u><b>12,118,823</b></u>	<u><b>74,696</b></u>

\* The Company raised equity for the construction of the solar plant by way of an At The Market ("ATM") equity offer on the NYSE American. Gross proceeds of \$13,000 was raised pursuant to the ATM sales agreement with Cantor Fitzgerald & Co. and was raised at a transaction cost of \$462.

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**18 Cash flow information**

Non-cash items and information presented separately on the cash flow statement:

	<b>2020</b>	2019
Operating profit	<b>33,225</b>	50,361
Adjustments for:		
Unrealised foreign exchange gains (note 11)	<b>(8,464)</b>	(31,318)
Cash-settled share-based expense (note 10)	<b>1,177</b>	406
Cash-settled share-based expense included in production costs (note 6)	<b>480</b>	73
Settlement of cash-settled share-based expense	–	(1,280)
Gold ETF fair value loss (note 12)	<b>19</b>	–
Gold hedge fair value loss (note 12)	<b>102</b>	–
Depreciation	<b>3,457</b>	3,159
Impairment of property, plant and equipment	–	144
Derecognition of property, plant and equipment	<b>145</b>	–
Profit on sale of subsidiary	–	(5,409)
<b>Cash generated by operations before working capital changes</b>	<b>30,141</b>	16,136
Inventories	<b>(3,450)</b>	(854)
Prepayments	<b>(134)</b>	(1,271)
Trade and other receivables	<b>(2,004)</b>	(1,583)
Trade and other payables	<b>(789)</b>	1,575
<b>Cash generated by operations</b>	<b>23,764</b>	14,003

**19 Operating Segments**

The Group's operating segments have been identified based on geographic areas. The strategic business units are managed separately because they require different technology and marketing strategies. For each of the strategic business units, the Group's CEO reviews internal management reports on at least a quarterly basis. Zimbabwe and South Africa describe the operations of the Group's reportable segments. The Zimbabwe operating segment comprises Caledonia Holdings Zimbabwe (Private) Limited and subsidiaries. The South Africa geographical segment comprises a gold mine, that is on care and maintenance (and now sold), as well as sales made by Caledonia Mining South Africa Proprietary Limited to the Blanket Mine. The holding company (Caledonia Mining Corporation Plc) and Greenstone Management Services Holdings Limited (a UK company) responsible for administrative functions within the group are taken into consideration in the strategic decision-making process of the CEO and are therefore included in the disclosure below. Reconciling amounts do not represent a separate segment. Information regarding the results of each reportable segment is included below. Performance is measured based on segment profit before income tax, as included in the internal management report that are reviewed by the Group's CEO. Segment profit is used to measure performance as management believes that such information is the most relevant in evaluating the results of certain segments relative to other entities that operate within these industries.

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**19 Operating Segments (continued)**

**Information about reportable segments**

<b>For the nine months ended September 30, 2020</b>	<b>Zimbabwe</b>	<b>South Africa</b>	<b>Inter-group eliminations adjustments</b>	<b>Corporate and other reconciling amounts</b>	<b>Total</b>
Revenue	71,874	13,783	(13,783)	–	71,874
Royalty	(3,599)	–	–	–	(3,599)
Production costs	(32,477)	(12,410)	12,350	–	(32,537)
Depreciation	(3,655)	(65)	294	(31)	(3,457)
Other income	4,729	7	–	–	4,736
Other expenses	(1,809)	(166)	148	–	(1,827)
Administrative expenses	(101)	(1,196)	–	(4,064)	(5,361)
Management fee	(1,857)	1,857	–	–	–
Cash-settled share-based payment expense	–	(77)	479	(1,579)	(1,177)
Net foreign exchange gain (loss)	4,761	(441)	(247)	621	4,694
Fair value loss on derivative assets	–	(19)	–	(102)	(121)
Net finance costs	(385)	31	–	–	(354)
Dividends (paid) received	(2,198)	(1,176)	(26)	3,400	–
Profit before tax	35,283	128	(785)	(1,755)	32,871
Tax expense	(10,697)	(476)	–	(237)	(11,410)
Profit after tax	24,586	(348)	(785)	(1,992)	21,461

<b>As at September 30, 2020</b>	<b>Zimbabwe</b>	<b>South Africa</b>	<b>Inter-group eliminations adjustments</b>	<b>Corporate and other reconciling amounts</b>	<b>Total</b>
<b><i>Geographic segment assets:</i></b>					
Current (excluding intercompany)	25,296	6,442	(124)	16,481	48,095
Non-Current (excluding intercompany)	126,719	226	(3,131)	214	124,028
Expenditure on property, plant and equipment (note 14)	14,829	54	(967)	–	13,916
Intercompany balances	16,569	5,617	(75,597)	53,411	–
<b><i>Geographic segment liabilities:</i></b>					
Current (excluding intercompany)	(7,846)	(1,816)	–	(742)	(10,404)
Non-current (excluding intercompany)	(5,435)	–	113	(1,691)	(7,013)
Intercompany balances	–	(33,766)	75,597	(41,831)	–

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**19 Operating Segments (continued)**

<b>For the nine months ended September 30, 2019</b>	<b>Zimbabwe</b>	<b>South Africa</b>	<b>Inter-group eliminations adjustments</b>	<b>Corporate and other reconciling amounts</b>	<b>Total</b>
Revenue	52,393	10,367	(10,045)	(322)	52,393
Royalty	(2,682)	–	–	–	(2,682)
Production costs	(26,696)	(9,204)	9,150	–	(26,750)
Depreciation	(3,345)	(77)	263	–	(3,159)
Other income	2,040	3	–	–	2,043
Other expenses	(397)	(85)	–	–	(482)
Administrative expenses	(87)	(1,433)	–	(2,431)	(3,951)
Management fee	(1,744)	1,744	–	–	–
Cash-settled share-based payment expense	(165)	(95)	–	(146)	(406)
Net foreign exchange gain (loss)	28,399	(147)	–	18	28,270
Profit with sale of subsidiary	–	–	–	5,409	5,409
Fair value loss on derivative assets	–	–	–	(324)	(324)
Net finance costs	(77)	32	–	9	(36)
Dividends received	–	–	–	–	–
Profit before tax	47,639	1,105	(632)	2,213	50,325
Tax expense	(2,823)	(334)	43	(40)	(3,154)
Profit after tax	44,816	771	(589)	2,173	47,171

<b>As at September 30, 2019</b>	<b>Zimbabwe</b>	<b>South Africa</b>	<b>Inter-group eliminations adjustments</b>	<b>Corporate and other reconciling amounts</b>	<b>Total</b>
<b><i>Geographic segment assets:</i></b>					
Current (excluding intercompany)	21,608	3,383	(139)	4,987	29,839
Non-Current (excluding intercompany)	115,611	315	(2,456)	244	113,714
Expenditure on property, plant and equipment (note 14)	21,465	47	(1,165)	248	20,595
Intercompany balances	–	8,869	(52,783)	43,914	–
<b><i>Geographic segment liabilities:</i></b>					
Current (excluding intercompany)	(7,177)	(1,546)	–	(1,156)	(9,879)
Non-current (excluding intercompany)	(9,085)	(17)	140	5	(8,957)
Intercompany balances	(2,441)	(32,558)	52,783	(17,784)	–

**Major customer**

Revenues from Fidelity amounted to \$ 71,874 (2019: \$ 52,393) for the nine months ended September 30, 2020.

**Caledonia Mining Corporation Plc**  
**Notes to the Condensed Consolidated Interim Financial Statements**  
*(in thousands of United States Dollars, unless indicated otherwise)*

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**DIRECTORS AND OFFICERS at November 12, 2020**

**BOARD OF DIRECTORS**

L.A. Wilson (2) (3) (4) (5) (7)  
Chairman of the Board  
Non-executive Director  
Florida, United States of America

S. R. Curtis (5) (6) (7)  
Chief Executive Officer  
Johannesburg, South Africa

J. L. Kelly (1) (2) (3) (4) (5) (7)  
Non-executive Director  
Connecticut, United States of America

J. Holtzhausen (1) (2) (4) (5) (6) (7)  
Chairman Audit Committee  
Non-executive Director,  
Cape Town, South Africa

M. Learmonth (5) (7)  
Chief Financial Officer  
Jersey, Channel Islands  
John McGloin (1) (3) (4) (6) (7)  
Non-executive Director  
Bishops Stortford, United Kingdom

N. Clark (4) (6) (7)  
Non-executive Director  
East Molesey, United Kingdom

**OFFICERS**

S. R. Curtis (5) (6) (7)  
Chief Executive Officer  
Johannesburg, South Africa

D. Roets (5) (6) (7)  
Chief Operating Officer  
Johannesburg, South Africa

M. Learmonth (5) (7)  
Chief Financial Officer  
Jersey, Channel Islands

A. Chester (5)  
General Counsel, Company Secretary and Head of  
Risk and Compliance  
Jersey, Channel Islands

**BOARD COMMITTEES**

- (1) Audit Committee
- (2) Compensation Committee
- (3) Corporate Governance Committee
- (4) Nomination Committee
- (5) Disclosure Committee
- (6) Technical Committee
- (7) Strategic Planning Committee

**Caledonia Mining Corporation Plc**  
**Notes to the Condensed Consolidated Interim Financial Statements**  
*(in thousands of United States Dollars, unless indicated otherwise)*

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**CORPORATE DIRECTORY as at November 12, 2020**

**CORPORATE OFFICES**

Jersey – Head and Registered Office  
Caledonia Mining Corporation Plc  
B006 Millais House  
Castle Quay  
St Helier  
Jersey JE2 3NF

Caledonia Mining South Africa Proprietary Limited  
P.O Box 4628  
Weltevreden park  
1715  
South Africa

Caledonia Holdings Zimbabwe (Private) Limited  
P.O. Box CY1277  
Causeway, Harare  
Zimbabwe

**Capitalisation (November 12, 2020)**

Authorised: Unlimited

**Shares, Warrants and Options**

Shares: 12,118,823  
Options: 28,000

**SHARE TRADING SYMBOLS**

NYSE American - Symbol "CMCL"  
AIM - Symbol "CMCL"

**BANKERS**

Barclays  
13 Library Place  
St Helier, Jersey

**SOLICITORS**

Mourant Ozannes (Jersey)  
22 Grenville Street  
St Helier  
Jersey  
Channel Islands

Borden Ladner Gervais LLP (Canada)  
Suite 4100, Scotia Plaza  
40 King Street West  
Toronto, Ontario M5H 3Y4 Canada

Memery Crystal LLP (United Kingdom)  
165 Fleet Street  
London EC4A 2DY  
United Kingdom

Dorsey & Whitney LLP (US)  
TD Canada Trust Tower  
Brookfield Place  
161 Bay Street  
Suite 4310  
Toronto, Ontario  
M5J 2S1 Canada

**AUDITORS**

BDO South Africa Incorporated  
Wanderers Office Park  
52 Corlett Drive  
Illovo 2196  
South Africa  
Tel: +27(0)105907200

**REGISTRAR & TRANSFER AGENT**

Computershare  
150 Royall Street,  
Canton, Massachusetts, 02021  
Tel: +1 800 736 3001 or +1 781 575 3100