

N.V. VERENIGDE SURINAAMSE HOLDINGMIJ.-
United Suriname Holding Company



Half Year Report 2020

N.V. Verenigde Surinaamse Holdingmij.-
United Suriname Holding Company
Van 't Hogerhuysstraat 9 - 11
Paramaribo, Suriname
Phone: (+597) 40 25 58
Fax: (+597) 40 35 15
info@vshunited.com
www.vshunited.com

Core Values

To be a Champion for our
Customers, Partners, Shareholders
and in the Community
we hold fast to these values:

- Your success is our desire
- Trust in our relationships and personally responsible for all our actions
- Creating a better company for a better world

Table of Contents

Report of the Managing Directors First Half Year 2020	4-7
Condensed Statement of Financial Position at 30 June 2020	8
Condensed Company Statement of Income for the six months ended 30 June 2020	9
Condensed Consolidated Statement of Financial Position at 30 June 2020	10
Condensed Consolidated Statement of Income for the six months ended 30 June 2020	11
Statement of Comprehensive Income for the six months ended 30 June 2020	11
Condensed Consolidated Statement of Changes in Equity for the six months ended 30 June 2020	12
Condensed Consolidated Statement of Cash Flows for the six months ended 30 June 2020	13
Operating Segments Reporting	14-15
Notes to the condensed consolidated interim financial statements	16

Report of the Managing Directors First Half Year 2020

Introduction

The VSH United Group of Companies was established on August 26 1958 and has grown to become one of the most diversified groups in Suriname. Market expansion ambitions saw the company establish subsidiaries in Miami/U.S.A.(2001), Georgetown/Guyana (2015) and Moerdijk, the Netherlands (2018). The Group's major activities include logistics, ship agency, freight forwarding, port terminal operations, offshore support, trading, manufacturing, real estate, steel construction project management and specialized information technology services. Through strategic investments VSH United is involved in the insurance and hotel business.

VSH United

Group results for the first half of the year 2020 were higher in comparison to the same period 2019. Revenue from the trading, industry, logistics and real estate segments improved. Revenue from associate and investments were higher for the first half of 2020 compared to the same period 2019.

At the Annual General Meeting of Shareholders held on 4 September 2020 the consolidated financial statement 2019 and a dividend of SRD 4,469,261 or SRD 2.25 per share of nominal SRD 0.10 were approved.

The Annual General Meeting of Shareholders re-elected Mrs. D. Halfhide, Mr. R. Hahn, Mr. S. Smit, Mr. K. Lim A Po, Mr. P. Fernandes and Mr. V. Kenswil as members of the Supervisory Board. Having reached the retirement age for Supervisory Board Directors as stipulated in Article 7.12 of the bylaws, Mr. J.J. Healy did not offer himself for re-election.

In the meeting of the supervisory board on 22 October 2020 the members appointed Mrs. D. Halfhide as Chairman, Mr. R. Hahn as Vice-Chairman and Mrs. M. Ramsundersingh as secretary.

The Business Environment

The IMF expects the Suriname economy/GDP to contract by -13%¹ for 2020 (2019: 2.2%) mainly due to the negative effects of the COVID 19 Pandemic on the economy. For country Suriname extraction industry revenue streams, the fall in international oil prices has somewhat been offset by the relatively high gold prices. Foreign currency reserves of +/- 1.5 months remain below target of 3 months. With a new government in place (August 2020, elections 25 May 2020) that is saddled with an estimated 145% depth to GDP ratio², attempts are being made to curtail excessive government expenditures and restructure high public debt. The informal economy with small gold mining as its main revenue source continues to thrive and can be considered the live line for many small businesses and individuals trying to survive the pandemic economic downturn. Efforts to organize the small mining sector must be revisited, encouraging transparency and fair distribution of revenues to all stakeholders. The financial sector remains under pressure and same is reflected in the rising foreign currency exchange and inflation rates:

- The Central Bank of Suriname (CBvS) SRD-US\$ exchange rate increased to SRD 14.29/US\$ 1.00 (June 30 2019: SRD 7.52/US\$ 1.00)
- VSH administration SRD-US\$ exchange rate per 15 November 2020 SRD 17.50 (30 June 2019: SRD 8.20)
- Inflation rate
Year 2018: 5.4%
Year 2019: 4.2%
August 2019 - August 2020: 40%³

The IMF expects the Guyana economy/GDP to grow by 26.2%⁴ (2019: 4.7%) mostly due to new offshore oil revenue stream, continued gold mining and agricultural activities. The new government has announced various infrastructural projects which will improve logistical flows and stimulate onshore private sector construction investments. Low inflation (estimated 1%: 2020)⁵ and stable currency further support private sector confidence.

The Group's Financial Overview

	First Half 2020	First Half 2019
	SRD	SRD
Revenue	106,289,753	89,758,884
Operating expenses	(74,403,777)	(66,879,493)
Earnings from operations	31,885,976	22,879,391
Foreign exchange differences/ finance costs	28,940,464	(1,419,714)
Earnings from continuing operations	60,826,440	21,459,714
Other income*	6,948,774	4,082,516
Earnings before tax	67,775,214	25,542,193
Net Earnings	44,583,481	18,135,123

* Share of profit in associate company Assuria and investment income.

¹ IMF | ² IMF | ³ ABS | ⁴ IMF | ⁵ IMF

Report of the Managing Directors First Half Year 2020

Consolidated Group revenue for the first half year 2020 amounted to SRD 106,289,753 (first half year 2019: SRD 89,758,884) which is a 18% increase. Consolidated operating expenses for the first half year 2020 amounted to SRD 74,703,777 (first half year 2019: SRD 66,879,493) which is 11% higher compared to the same period in 2019. Other income increased by 70% and a significant foreign exchange gain due to currency devaluations generated an earnings before tax increase of 165% for the first half of 2020 compared to same period 2019. Net earnings increased by 146% compared to the same period 2019.

After deduction of non-controlling interest the earnings attributable to shareholders amounted to SRD 44,179,561 for the first half year 2020 (first half year 2019: SRD 16,647,690). Earnings per share amounted to SRD 22.24 (first half year 2019: SRD 8.38).

These condensed consolidated interim financial statements have not been reviewed by the external auditor.

The share price during the trading session on the Suriname Stock Exchange on 3 December 2020 amounted to SRD 77.00 which is the same share price as per 31 December 2019.

Segment Performance and Reporting

Logistics Segment

- **Ship Agency** companies **VSH Shipping, VSH Logistics, Best Maritime Services and VSH-UNITED (GUYANA) INC.** represent carriers that offer liner services from ports in North America, Europe, Latin America, the Caribbean and the Far East. These ship agency companies also provide vessel agency services to various incidental project cargo and bulk carriers.
- **NVOCC** (non-vessel operating common carrier) companies **VSH-United (USA) L.L.C.** and **IFC International Freight (Caribbean) (subsidiary of VSH-United Nederland B.V.)** are specialized in cargo movements from the North America/ EU/Far East to Paramaribo, Guyana and the Dutch Speaking Caribbean.
- **Port Terminal Operator N.V. VSH Transport** is active in stevedoring, terminal cargo handling, offshore shore base services, warehousing, project logistic support, customs brokerage and trucking services.
- **VSH Labour Services** provides the required specialized personnel to support the activities of VSH Transport.

	First Half 2020	First Half 2019
	SRD	SRD
Segment revenue	54,652,000	50,286,000
Segment earnings from continuing operations	52,726,000	20,677,000

Trading Segment

• N.V. VSH Trading

Is the distributor for Canon office equipment in Suriname and holds an important share of the market for copiers, printers and scanners. Document management systems are being introduced in collaboration with Canon and related companies.

• VSH-UNITED GUYANA INC.

Both companies are official distributors for Red Wing products in Suriname/Guyana and they supply major industries with quality footwear for the workplace. A full line of Personal Protective Equipment (PPE) complements the assortment available to the thriving extraction industry and other customers.

	First Half 2020	First Half 2019
	SRD	SRD
Segment revenue	7,999,000	5,919,000
Segment earnings from continuing operations	7,405,000	1,830,000

Industry Segment

• N.V. VSH FOODS (63.13% share position)

Production and distribution of margarine, butter and shortening with established quality brands in Suriname and in the Caribbean.

	First Half 2020	First Half 2019
	SRD	SRD
Segment revenue	11,588,000	8,604,000
Segment earnings from continuing operations	(2,508,000)	1,438,000

(foreign exchange loss SRD 5,179,019)

Report of the Managing Directors First Half Year 2020

• N.V. Consolidated Industries Corporation (CIC) (60.40% share position)

Production and distribution of a wide range of industrial/household detergents and -plastic packaging materials.

	First Half 2020	First Half 2019
	SRD	SRD
Segment revenue	29,829,000	20,607,000
Segment earnings from continuing operations	1,316,000	1,320,000

(foreign exchange loss SRD 9,846,879)

Real Estate Segment

• N.V. VSH Real Estate, subsidiary: VSH Real Estate (Guyana) Inc.

• VSH United (Netherlands) B.V., subsidiary IFC Vastgoed B.V (Nederland)

Owns, develops and manages real estate objects for use by the Group or for limited rental to external tenants. This segment also includes the historic apartment building at "Waterkant" owned by VSH Trading but effective 1 January 2020 the decisions was made to transfer economic benefits to VSH Real Estate and same is administered as such.

	First Half 2020	First Half 2019
	SRD	SRD
Segment revenue	6,485,000	4,206,000
Segment earnings from continuing operations	6,946,000	2,048,000

Financials IFC Vastgoed B.V. administrated under VSH-United (Nederland) B.V.

Services and investment Segment

• N.V. VSH Steel

provides engineering and construction project management services specialized in buildings utilizing prefabricated steel structures.

• Assuria N.V. (24.63% share position), Associated Company

is the largest insurance company in Suriname offering a broad range of life, property & casualty and health insurance products in Suriname, Guyana, Trinidad and Tobago and other Caribbean territories. Subsidiaries Gulf Insurance Ltd.(Trinidad) and Assuria (Guyana) overall performance continued to improve in 2019.

• Torarica Holding N.V. (15.3% share position) Strategic investment

operates three hotels in prime locations along the Suriname River. The Royal Torarica is a 105-room luxury hotel located next to Torarica Resort, a 130 room first class hotel in the entertainment center of Paramaribo. A short walk from Torarica Resort is a fine 122-room hotel called Eco Torarica. These hotels provide state of the art accommodation mainly to business visitors and tourists.

• N.V. VSH Investment

operates as broker on the Suriname Stock Exchange. The Suriname Stock Exchange meets every other week and 12 companies are listed.

• VSH Tech B.V. (50% share position, established 16 January 2020) information technology support services company.

	First Half 2020	First Half 2019
	SRD	SRD
Segment revenue	20,069,000	11,569,000
Segment earnings from continuing operations	38,265,000	621,000

Report of the Managing Directors First Half Year 2020

Outlook

At the writing of this report the daily Suriname COVID-19 cases were down significantly. Increased public health measures and community awareness efforts have brought the spread under control. The government ongoing negotiations to restructure the country debt, announcements of cost cutting efforts and improved state revenues collections are encouraging. Foreign policy initiatives to reestablish relations and/or strengthen ties with friendly nations in conjunction with the growing extraction industry opportunities will support increased foreign direct investments.

The VSH group is well positioned to support the Suriname and Guyana pandemic recovery and will continue to offer the best in products/services to the Suriname and Guyana private sectors and/or foreign investors who are committed to the development of the economies of Suriname and Guyana.

Paramaribo, 08 December 2020

Patrick Healy - *Managing Director, Chief Executive Officer*

Malini Ramsundersingh - *Managing Director, Chief Legal & HR Officer*

Paul Brahim - *Managing Director, Chief Financial Officer*

Condensed Statement of Financial Position at 30 June 2020

before appropriation of profit

ASSETS	30 June 2020	31 December 2019
	SRD	SRD
NON-CURRENT ASSETS		
Property, plant and equipment	2,106,596	1,751,686
Intangible assets	689,490	739,913
Financial assets	23,045,770	21,368,553
Subsidiary interest	210,559,748	147,709,938
Investment in associate	82,715,175	77,508,933
Total non-current assets	319,116,779	249,079,023
CURRENT ASSETS		
Subsidiary receivables	50,945,676	24,496,221
Trade and other receivables	3,492,698	2,763,781
Cash and cash equivalents	44,609,787	25,460,398
Total current assets	99,048,161	52,720,400
TOTAL ASSETS	418,164,940	301,799,423
EQUITY AND LIABILITIES		
EQUITY		
Issued capital	198,634	198,634
Capital in excess of par value	61,654	61,654
Retained earnings	203,852,349	171,434,692
Result for the period	44,179,561	32,322,155
Revaluation reserves	37,680,157	25,583,477
Total equity	285,972,355	229,600,612
LIABILITIES		
Non-current liabilities		
Deferred tax	17,201,913	8,964,936
Lease liabilities	902,074	-
Total non-current liabilities	18,103,987	8,964,936
Current liabilities		
Subsidiary payables	86,085,286	41,510,340
Provision	12,832,121	6,684,728
Income tax payable	492,555	52,352
Trade and other payables	14,678,636	14,986,455
Total current liabilities	114,088,598	63,233,875
TOTAL EQUITY AND LIABILITIES	418,164,940	301,799,423

The accompanying notes are an integral part of these financial statements.

Paramaribo, 08 December 2020

Supervisory Board of Directors

D. Halfhide, Chairman
R. Hahn, Vice Chairman
K. Lim A Po
S. Smit
P. Fernandes
V. Kenswil

Managing Directors

P. Healy
M. Ramsundersingh
P. Brahim

Condensed Company Statement of Income

for the six months ended 30 June 2020

	1 January - 30 June 2020	1 January - 30 June 2019
	SRD	SRD
Income from		
Subsidiaries	36,375,354	11,998,743
Share of profit in associate	6,872,780	4,001,356
Investments	60,843	76,336
Other	1,360,287	892,586
	44,669,264	16,969,021
Earnings		
Earnings before income tax	44,669,264	16,969,021
Income tax expense	(489,703)	(321,331)
Net earnings	44,179,561	16,647,690
Division of Earnings		
Interim dividend	-	-
Surplus	44,179,561	16,647,690
	44,179,561	16,647,690

The accompanying notes are an integral part of these financial statements.

Paramaribo, 08 December 2020

Supervisory Board of Directors

D. Halfhide, Chairman
 R. Hahn, Vice Chairman
 K. Lim A Po
 S. Smit
 P. Fernandes
 V. Kenswil

Managing Directors

P. Healy
 M. Ramsundersingh
 P. Brahim

Condensed Consolidated Statement of Financial Position at 30 June 2020

before appropriation of profit

ASSETS	30 June 2020	31 December 2019
	SRD	SRD
NON-CURRENT ASSETS		
Property, plant and equipment	146,385,421	114,748,321
Intangible assets	920,029	979,297
Subsidiary interest	200,000	200,000
Discontinued operations	1,361,423	1,348,295
Financial assets	50,868,737	36,869,001
Investment in associate	82,716,184	77,508,933
Total non-current assets	282,451,794	231,653,847
CURRENT ASSETS		
Inventories	86,046,622	53,659,188
Trade and other receivables	114,278,550	80,064,652
Cash and cash equivalents	81,255,720	42,452,629
Total current assets	281,580,892	176,176,469
TOTAL ASSETS	564,032,686	407,830,316
EQUITY AND LIABILITIES		
EQUITY		
Issued capital	198,634	198,634
Capital in excess of par value	61,654	61,654
Retained earnings	203,852,349	171,434,692
Result for the period	44,179,561	32,322,155
Revaluation reserves	37,680,157	25,583,477
Equity attributable to equity holders of the parent company	285,972,355	229,600,612
Non-controlling interest	34,607,522	27,245,497
Total equity	320,579,877	256,846,109
LIABILITIES		
Non-current liabilities		
Long-term borrowings	51,783,882	30,557,903
Deferred tax	22,685,483	14,953,445
Long-term provisions	6,461,002	5,978,958
Lease liabilities	6,855,205	-
Total non-current liabilities	87,785,572	51,490,306
Current liabilities		
Trade and other payables	111,356,891	74,005,766
Short-term borrowings	15,085,725	17,473,857
Current tax payable	28,065,063	6,199,016
Short-term provisions	1,159,558	1,815,262
Total current liabilities	155,667,237	99,493,901
TOTAL EQUITY AND LIABILITIES	564,032,686	407,830,316

The accompanying notes are an integral part of these financial statements.

Paramaribo, 08 December 2020

Supervisory Board of Directors

D. Halfhide, Chairman
R. Hahn, Vice Chairman
K. Lim A Po
S. Smit
P. Fernandes
V. Kenswil

Managing Directors

P. Healy
M. Ramsundersingh
P. Brahim

Condensed Consolidated Statement of Income *for the six months ended 30 June 2020*

	1 January - 30 June 2020	1 January - 30 June 2019
	SRD	SRD
REVENUE		
Trading	7,998,631	7,161,011
Industry	41,649,680	30,616,002
Logistics	54,651,581	50,286,446
Real estate	1,989,861	1,695,425
	106,289,753	89,758,884
Other income	12,888,442	4,215,455
Personnel expenses	(45,918,321)	(37,815,244)
Administrative expenses	(33,451,533)	(25,426,588)
Depreciation and amortization	(7,888,621)	(7,159,997)
Provisions	(33,744)	(693,119)
Earnings from operations	31,885,976	22,879,391
Foreign exchange differences	30,220,035	-
Finance costs	(1,279,571)	(1,419,714)
	60,826,440	21,459,677
Share of profit in associate	6,872,780	4,001,356
Investments	75,994	81,160
Earnings		
Earnings before income tax	67,775,214	25,542,193
Income tax expense	(23,191,733)	(7,407,070)
Net earnings	44,583,481	18,135,123
Attributable to:		
Non-controlling interests	403,920	1,487,433
Equity holders of the Parent Company	44,179,561	16,647,690
Weighted average number of shares	1,986,338	1,986,338
Earnings per share	22.24	8.38

Statement of Comprehensive Income *for the six months ended 30 June 2020*

	1 January - 30 June 2020	1 January - 30 June 2019
	SRD	SRD
Net earnings	44,583,481	18,135,123
Non-controlling interests	(403,920)	(1,487,433)
	44,179,561	16,647,690
Other comprehensive income		
Actuarial gain/(loss) on defined benefit obligation	-	-
	-	-
Income tax	-	-
Other comprehensive income net of income tax	-	-
Total comprehensive income	44,179,561	16,647,690

The accompanying notes are an integral part of these financial statements.

Paramaribo, 08 December 2020

Supervisory Board of Directors

D. Halfhide, Chairman K. Lim A Po P. Fernandes
R. Hahn, Vice Chairman S. Smit V. Kenswil

Managing Directors

P. Healy P. Brahim
M. Ramsundersingh

Condensed Consolidated Statement of Changes in Equity

for the six months ended 30 June 2020

in SRD	SHARE CAPITAL	CAPITAL IN EXCESS OF PAR VALUE	RETAINED EARNINGS	REVALUATION RESERVE	TOTAL	NON-CONTROLLING INTERESTS	TOTAL
Equity at 1 January 2019	198,634	61,654	175,792,140	29,616,056	205,668,484	24,564,670	230,233,154
Earnings after tax	-	-	32,322,155	-	32,322,155	4,840,093	37,162,248
Earnings distributions	-	-	(4,469,261)	-	(4,469,261)	(382,020)	(4,851,281)
Revaluation	-	-	-	(3,920,766)	(3,920,766)	(1,487)	(3,922,253)
Realized revaluation	-	-	111,813	(111,813)	-	-	-
Correction previous year	-	-	-	-	-	(128,090)	(128,090)
Other comprehensive income	-	-	-	-	-	62,537	62,537
Unclaimed dividend	-	-	-	-	-	6,922	6,922
Change in subsidiaries position	-	-	-	-	-	(1,717,128)	(1,717,128)
Equity at 31 December 2019 before appropriation of profit	198,634	61,654	203,756,847	25,583,477	229,600,612	27,245,497	256,846,109
Appropriation of profit							
Final dividend	-	-	-	-	-	-	-
Equity at 31 December 2019 after appropriation of profit	198,634	61,654	203,756,847	25,583,477	229,600,612	27,245,497	256,846,109
Earnings after tax	-	-	44,179,561	-	44,179,561	403,920	44,583,481
Revaluation	-	-	-	12,192,182	12,192,182	6,958,105	19,150,287
Realized revaluation	-	-	95,502	(95,502)	-	-	-
Equity at 30 June 2020 before appropriation of profit	198,634	61,654	248,031,910	37,680,157	285,972,355	34,607,522	320,579,877

The accompanying notes are an integral part of these financial statements.

Paramaribo, 08 December 2020

Supervisory Board of Directors

D. Halfhide, Chairman
 R. Hahn, Vice Chairman
 K. Lim A Po
 S. Smit
 P. Fernandes
 V. Kenswil

Managing Directors

P. Healy
 M. Ramsundersingh
 P. Brahim

Condensed Consolidated Statement of Cash Flows

for the six months ended 30 June 2020

CASH FLOWS FROM OPERATING ACTIVITIES:	1 January - 30 June 2020	1 January - 30 June 2019
	SRD	SRD
Earnings before tax	67,775,214	25,542,193
Adjusted for:		
Depreciation and amortization	7,888,621	7,159,997
Unrealized share of profit associate	(6,872,780)	(4,001,356)
Revaluation results	(260,369)	2,154,810
Investment income	(75,994)	(81,160)
Finance (costs)/income	(28,940,464)	1,419,714
Revaluation (gain)/ loss on lease liabilities	1,184,729	-
Provisions	33,744	693,119
Cash flow from operations before changes in working capital	40,732,701	32,887,317
Changes in working capital		
Change in inventories	(32,387,434)	(94,753)
Change in trade and other receivables	(34,213,898)	(14,001,441)
Change in trade and other payables	37,351,125	4,650,604
Cash generated from operations	11,482,494	23,441,727
Claims paid	(4,050)	(2,288)
Finance income received/ (paid finance costs)	28,940,464	(1,419,714)
Paid income tax	(1,305,033)	(11,023,428)
Payments of medical for pensioners	(236,482)	(206,170)
Redundancy payments	(99,652)	(129,479)
Net cash from operating activities	38,777,741	10,660,648
Cash flows from investing activities:		
Purchase of property, plant & equipment	(39,366,895)	(10,241,725)
Transfer of property, plant & equipment	11,294,348	(2,074,352)
Translation results property, plant and equipment	19,580,895	-
Disposal of property, plant and equipment	913,624	53,309
Purchase of non-current financial assets	-	(1,707,172)
Sale of non-current financial assets	(1,540)	-
Dividends received	75,994	81,160
Net cash used in investing activities	(7,503,574)	(13,888,781)
Cash flows from financing activities:		
Proceeds and repayments of loans	18,837,847	(832,782)
Dividend paid	-	(7,051,500)
Net cash from/ (used in) financing activities	18,837,847	(7,884,282)
Net increase/ (decrease) in cash for the year	50,112,014	(11,112,415)
Cash and cash equivalents at 1 January	31,143,706	42,256,121
Cash and cash equivalents at 30 June	81,255,720	31,143,706

The accompanying notes are an integral part of these financial statements.

Paramaribo, 08 December 2020

Supervisory Board of Directors

D. Halfhide, Chairman
R. Hahn, Vice Chairman
K. Lim A Po
S. Smit
P. Fernandes
V. Kenswil

Managing Directors

P. Healy
M. Ramsundersingh
P. Brahim

Operating Segment Reporting

x SRD 1,000	Logistics		Trading		Foods		Detergents	
	30 June 2020	30 June 2019	30 June 2020	30 June 2019	30 June 2020	30 June 2019	30 June 2020	30 June 2019
Segment income	54,652	50,286	7,999	5,919	11,588	8,604	29,829	1 20,607
Inter-segment revenue	-	-	-	-	-	-	-	-
Associate Income	-	-	-	-	-	-	-	-
Investment Income	-	-	-	-	-	-	-	-
Segment operating revenue	54,652	50,286	7,999	5,919	11,588	8,604	29,829	20,607
Segment earnings from continuing operations	52,726	20,677	7,405	1,830	(2,508)	1,438	1,316	1,320
	30 June 2020	31 Dec 2019	30 June 2020	31 Dec 2019	30 June 2020	31 Dec 2019	30 June 2020	31 Dec 2019
Segment assets	257,251	144,175	47,185	28,642	42,641	38,313	77,623	59,922
Segment liabilities	126,963	73,874	42,165	22,273	26,233	19,483	44,815	28,100
Investments	2,272	4,545	991	281	26	10,361	2,608	6,378
Depreciation and amortisation	2,742	4,992	350	596	967	1,839	2,023	3,704
Employees of the reportable segment	199	196	26	26	64	61	126	117

Operating Segment Reporting

x SRD 1,000	Real estate		Other		Elimination		Consolidated	
	30 June 2020	30 June 2019	30 June 2020	30 June 2019	30 June 2020	30 June 2019	30 June 2020	30 June 2019
Segment income	1,990	1,072	14,472	8,295	-	-	120,530	94,783
Inter-segment revenue	4,495	3,134	(1,352)	(808)	(4,495)	(3,134)	(1,352)	(808)
Associate Income	-	-	6,873	4,001	-	-	6,873	4,001
Investment Income	-	-	76	81	-	-	76	81
Segment operating revenue	6,485	4,206	20,069	11,569	(4,495)	(3,134)	126,127	98,057
Segment earnings from continuing operations	6,946	2,048	38,265	621	(36,375)	(2,392)	67,775	25,542
	30 June 2020	31 Dec 2019	30 June 2020	31 Dec 2019	30 June 2020	31 Dec 2019	30 June 2020	31 Dec 2019
Segment assets	37,985	26,613	449,095	323,926	(347,747)	(213,760)	564,033	407,831
Segment liabilities	16,156	5,838	137,141	74,151	(150,019)	(72,735)	243,453	150,984
Investments	766	1,334	861	4,749	-	-	7,580	27,648
Depreciation and amortisation	972	1,312	834	1,781	-	-	7,889	14,224
Employees of the reportable segment	9	9	38	38	-	-	462	447

Notes to the condensed consolidated interim financial statements as at and for the six months ended 30 June 2020

1.) Information on the reporting entity

N.V. Verenigde Surinaamse Holdingmij.- /United Suriname Holding Company, is a company registered and domiciled in Suriname. The Company's registered office is at Van 't Hogerhuysstraat 9-11 Paramaribo City, Suriname. These condensed consolidated interim financial statements as at and for the six months ended 30 June 2020 comprise the Company, its subsidiaries and its associate (together referred to as the Group).

These condensed consolidated interim financial statements were authorized for issue by the Supervisory Board on 08 December 2020.

These condensed consolidated interim financial statements have not been reviewed by the external auditor.

The subsidiaries are:

1. **N.V. VSH Shipping**
2. **N.V. VSH Transport**
3. **N.V. VSH Trading**
4. **N.V. VSH Steel**
5. **N.V. VSH Real Estate**
 - **VSH Real Estate Guyana INC.**
6. **N.V. VSH Investment**
7. **VSH Marketing Company Ltd.**
8. **N.V. VSH Logistics**
9. **N.V. VSH Labour Services**
10. **VSH-United (USA) L.L.C.**
11. **VSH-United (Nederland) B.V.**
 - **I.F.C. (Holding) B.V. (51%)**
 - o **I.F.C. International Freight (Caribbean) B.V.**
 - o **IFC Vastgoed B.V.**
 - **VSH TECH B.V.**
12. **VSH-UNITED (GUYANA) INC.**
13. **N.V. Best Maritime Services**
14. **N.V. VSH FOODS (63.13%)**
15. **N.V. Consolidated Industries Corporation (CIC) (60.40%)**

The associate is:

1. **Assuria N.V. (24.63%)**

The VSH United Group is involved in: shipping, logistics, transport, port operating, steel engineering, manufacturing of butter, margarine and shortening, manufacturing of household cleaning products and packaging material, trading, insurance, real estate and investment.

2.) Accounting policies

2.1) Basis of preparation

These condensed interim financial statements do not include all disclosures that would otherwise be required in a complete set of financial statements and should be read in conjunction with the 2019 annual report.

Notes to the condensed consolidated interim financial statements as at and for the six months ended 30 June 2020

3.) Foreign currency transactions

Transactions in foreign currencies are translated to the functional currency of the Group at the internal exchange rates derived from the free market at the dates of the transactions. Monetary assets and liabilities denominated in foreign currency that are measured at fair value are translated to the functional currency at the exchange rate at that date that the fair value was determined. Exchange differences arising are charged or credited to the condensed consolidated statement of income.

The exchange rates used for the USD, the EURO and the GYD at reporting date are:

in SRD	30 June 2020	31 December 2019
US Dollar	15.00	8.20
EURO	16.81	9.20
GYD (per 100)	6.82	3.73

4.) Foreign operations

The assets and liabilities of foreign operations on consolidation are translated to the SRD at the exchange rates at reporting date. For consolidation purposes the revenues and expenses of foreign operations are translated to the SRD at the average monthly internal exchange rate. The Company's shares in foreign operations are valued at the exchange rates at reporting date.

Significant Events and Transactions

The USD and Euro rates significantly increased by 82.9% and 82.7% respectively since the start of 2020. This movement led to foreign exchange gains of SRD 30,220,035.

Changes in Estimates

Current service costs and interest related to the define benefit obligations have been recorded in the results to 30 June, 2020. The amounts were estimated based on the actual results for year ended 31 December, 2019.

Notes to the condensed consolidated interim financial statements as at and for the six months ended 30 June 2020

5.) Segments results

Operating revenue of the segment is reported before distribution of costs of the Company and income taxes.

The logistics segment comprises logistics activities of the following subsidiaries:

VSH Shipping
VSH Transport
VSH Logistics
VSH Labour Services
VSH United (USA) L.L.C.
VSH-United (Nederland) B.V.
VSH-UNITED (GUYANA) INC.
N.V. Best Maritime Services

The trading segment comprises of trading activities of the following subsidiaries:

VSH Trading
VSH-UNITED (GUYANA) INC.
VSH Steel

The food segment comprises of food production and distribution of the following subsidiary:

VSH FOODS

The detergent segment comprises of production and distribution of detergents and packaging material by the following subsidiary:

CIC

The real estate segment comprises real estate rental and service income of the following subsidiaries:

VSH Real Estate
VSH Trading
VSH United (USA) L.L.C.

The services and investment segment comprises of income from steel engineering services (VSH Steel), income from the associate Assuria, strategic investment Torarica, investments in other shares held in local companies (VSH Investment) and other income from non-core activities from the subsidiaries.

6.) Dividend declaration and payment

The proposed total dividend 2019 of SRD 2.25 per share was adopted in the Annual General Meeting of Shareholders of 04 September 2020.

7.) Related party transactions

Financial- and IT services are provided by the Company to VSH FOODS, VSH USA and CIC. For the six months ended 30 June 2020 total amount billed and posted to other income in the condensed company statement of income was SRD 1,052,488 (first half year 2019: SRD 674,669).

The Group participates in the VSH Community Fund.

This non-profit foundation was established on 22 August 2008 to finance and coordinate community projects on behalf of the Group. The fund is financed by contributions of 1.5% of the profit before tax on a final monthly basis from the operating companies. For the six months ended 30 June 2020 a total amount of SRD 567,899 (first half year 2019: SRD 328,830) was contributed by the Group.

8.) Subsequent events

No interim dividend has been paid for the first half year.

The developments around the COVID-19 outbreak forced the Suriname government to tighten measurements. It is still difficult to assess the impact on the company's financial performance.