



INTERIM FINANCIAL RESULTS, JUNE 2021

Commentary

The Directors are pleased to present the un-audited financial results for the period ended 30th June, 2021. The Company delivered strong operating results compared to similar period in 2020. Total income increased by 45% compared to the same period last year due to increase in dividend from equities, interest income as well as realized gains from investments in government securities.

Appreciation

The Board would like to thank shareholders for their confidence and trust as well as other stakeholders for their continued support to the Company.

Statement of Profit or Loss and other Comprehensive Income

	H1 2021 TZS '000	H1 2020 TZS '000
Income	1,181,093	814,275
Other operating gains (losses)	(23,764)	(1,347,870)
Operating expenses	(423,660)	(435,141)
Operating profit	733,669	(968,736)
Finance costs	(92,423)	(153,093)
Profit before taxation	641,246	(1,121,829)
Taxation	-	-
Profit for the period	641,246	(1,121,829)
Other comprehensive income:		
Items that will not be recycled to profit or loss:		
Fair value gain/(loss) on equity instruments	299,484	195,471
Other comprehensive income for the period	299,484	195,471
Total comprehensive loss for the period	940,730	(926,358)
Basic earnings per share	8.79	-15.38

Statement of Financial Position as at 30th June 2021

	H1 2021 TZS'000	H1 2020 TZS'000
Assets		
Non-Current Assets		
Property, plant and equipment	148,601	37,501
Right of use of asset	42,315	-
Investment property	221,347	239,820
Equity investments	14,502,598	14,655,359
Government securities	13,485,142	13,518,944
Deferred tax	(3,256)	1,605
Corporate bonds	10,000	10,000
Other investments	-	5,500
	28,406,747	28,468,729
Current Assets		
Trade and other receivables	60,203	84,675
Current tax receivable	409,991	388,057
Cash and cash equivalents	1,605,951	282,571
	2,076,145	755,303
Total Assets	30,482,892	29,224,032
Equity and Liabilities		
Equity		
Share capital	2,167,952	2,167,952
Total Reserves	5,730,334	9,216,095
Retained Income	19,613,398	14,785,978
	27,511,684	26,170,025
Non-Current Liabilities		
Borrowings	2,606,193	2,789,285
Current Liabilities		
Trade and other payables	18,193	20,033
Lease Liability	39,093	-
Borrowings-CL	95,138	82,827
Dividend	212,591	161,863
Total Liabilities	365,015	264,723
Total Equity and Liabilities	2,971,208	3,054,007
	30,482,892	29,224,032

Statement of Cash Flows

	H1 2021 TZS '000	H1 2020 TZS'000
Cash flow from operating activities		
Profit(loss) before tax	641,246	(1,121,829)
Adjustment for:		
Depreciation of property, plant and equipment	9,918	3,850
Loss on disposal of equity investments	15,000	1,347,870
Changes in working capital	378,090	273,033
Tax paid	(136,695)	(48,006)
Net cash (used in) from operating activities Cash	907,559	454,918
flow from investing activities		
Purchase of property, plant and equipment	(132,212)	(19,895)
Proceeds on disposal of equity investments	630,000	3,557,131
Movement in government securities	93,035	(3,841,020)
Redemption of corporate bonds	-	20,336
Net cash (used in) from investing activities Cash	590,823	(283,448)
flow from financing activities		
Payment of previous dividend	(10,709)	(10,324)
Borrowings	(87,955)	(127,889)
Net cash (used in) from financing activities	(98,664)	(138,213)
Cash and cash equivalents: Net increase/ (decrease) in cash at the start of the period	1,399,718	33,257
	206,233	249,314
Cash at the end of the period	1,605,951	282,571

STATEMENT OF CHANGES IN EQUITY

	Share capital TZS '000	Share premium TZS '000	Total share capital TZS '000	Reserve for valuation of equity investments TZS '000	Initial Public Offer Cost (IPO) TZS '000	Retained earnings TZS '000	Total equity TZS '000
Previous year							
Balance as at the 1st January 2020	1,459,153	708,799	2,167,952	9,650,287	(629,662)	15,907,806	27,418,321
Profit for the period						(1,121,829)	(1,121,829)
Other Comprehensive income				195,471			195,471
Transfer between reserve							
Dividends						-	-
Balance as at 30th June 2020	1,459,153	708,799	2,167,952	9,845,758	(629,662)	14,785,977	26,170,025
Current period							
Balance as at the 1st January 2021	1,459,153	708,799	2,167,952	6,060,512	(629,662)	18,972,151	26,570,953
Profit for the period						641,247	641,247
Other comprehensive income				299,484			299,484
Transfer between reserve				-		-	-
Balance as at the 30th June 2021	1,459,153	708,799	2,167,952	6,359,996	(629,662)	19,613,398	27,511,684

We, the undersigned, attest to the faithful representation of the above statements. We declare that the Statements have been examined by us and, to the best of our knowledge and belief, having been prepared in conformance with International Financial Reporting Standards, they present a true and fair view.

Name	Signature	Date
Mr. Joseph Kahungwa Director	Signed	3/8/2021
Ms. Magdalene Mkocha Director	Signed	3/8/2021