

TANZANIA PORTLAND CEMENT PUBLIC LIMITED COMPANY

FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

		<u>2021</u>	<u>2020</u>
	Notes	TZS '000	TZS '000
Revenue from contracts with customers	7	449,509,301	393,739,558
Cost of sales	9	<u>(293,185,036)</u>	<u>(261,389,401)</u>
Gross profit		156,324,265	132,350,157
Other operating income	8	1,205,920	2,250,391
Selling and marketing expenses	10	(3,010,835)	(2,942,285)
Administrative expenses	11	(23,514,168)	(23,003,381)
Other operating expenses	14	<u>(5,423,601)</u>	<u>(3,709,781)</u>
Operating profit		125,581,581	104,945,101
Finance income	15	3,258,481	1,819,274
Finance costs	16	(611,279)	(1,292,507)
Net (loss)/gain on foreign currency translation	17	<u>(191,595)</u>	<u>1,957,366</u>
Profit before tax		128,037,188	107,429,234
Income tax expense	32	(39,555,603)	(32,752,864)
Profit for the year		88,481,585	74,676,370
Other comprehensive income			
<i>Other comprehensive income not to be reclassified to profit or loss in subsequent periods:</i>			
Re-measurement (losses)/gains on defined benefit plan	29	(1,538,346)	1,469,714
Income tax effect	32	461,504	(440,914)
Other comprehensive loss for the year, net of tax		<u>(1,076,842)</u>	<u>1,028,800</u>
Total comprehensive income for the year, net of tax		<u>87,404,743</u>	<u>75,705,170</u>
Earnings per share			
Basic and diluted earnings per share (TZS)	41	<u>492</u>	<u>415</u>

**FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**
STATEMENT OF FINANCIAL POSITION

		2021	2020
	Notes	TZS '000	TZS '000
ASSETS			
Non-current assets			
Property, plant and equipment	18	144,842,101	133,393,148
Intangible assets	19	1,006,537	797,216
Leasehold land	20	1,008,775	1,036,621
Right of Use assets	21	982,483	4,198,644
Other financial assets	25	796,000	1,346,000
		148,635,896	140,771,629
Current assets			
Inventories	22	52,935,487	52,404,781
Trade receivables	23	46,277,317	41,090,916
Other short-term operating receivables	24	16,586,869	14,481,057
Other financial assets	25	600,000	600,000
Cash and cash equivalent	26	114,278,364	103,855,770
		230,678,037	212,432,524
TOTAL ASSETS		379,313,933	353,204,153
EQUITY AND LIABILITIES			
Equity			
Authorised, issued and fully paid-up share capital	27	3,598,462	3,598,462
Retained earnings		268,637,039	251,402,305
TOTAL EQUITY		272,235,501	255,000,767
Non-current liabilities			
Lease liabilities	28	186,758	1,231,231
Employment benefit liabilities	29	5,306,943	4,062,080
Provision for quarry site restoration	31	2,432,541	2,275,022
Deferred income tax liability	32(iii)	11,618,859	14,273,690
		19,545,101	21,842,023
Current liabilities			
Lease liabilities	28	1,044,405	3,725,915
Current income tax payable	32	28,859	1,013,768
Trade and other payables	33	83,611,599	68,760,196
Interest-bearing loan	35	-	5,021
Dividend payable	38	2,848,468	2,856,463
		87,533,331	76,361,363
TOTAL LIABILITIES		107,078,432	98,203,386
TOTAL EQUITY AND LIABILITIES		379,313,933	353,204,153

These financial statements were authorised for issue in accordance with a resolution of the Board of directors passed on April 2022 and were signed on its behalf by:

Name: ALFONSO VELEZ Title: DIRECTOR Signature: 

Name: RUTH ZAIPUNA Title: DIRECTOR Signature: 

TANZANIA PORTLAND CEMENT PUBLIC LIMITED COMPANY

FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021

STATEMENT OF CHANGES IN EQUITY

	Share Capital and Share Premium (Note 27) TZS '000	Retained earnings TZS '000	Total Equity TZS '000
As at 01 January 2021	3,598,462	251,402,305	255,000,767
Profit for the year	-	88,481,585	88,481,585
Other comprehensive income, net of tax	-	(1,076,842)	(1,076,842)
Total comprehensive income, net of tax for the year	-	87,404,743	87,404,743
Transactions with owners in their capacity as owners:			
Dividends (Note 37)	-	(70,170,009)	(70,170,009)
	-	(70,170,009)	(70,170,009)
As at 31 December 2021	3,598,462	268,637,039	272,235,501
As at 01 January 2020	3,598,462	227,874,834	231,473,296
Profit for the year	-	74,676,370	74,676,370
Other comprehensive income, net of tax	-	1,028,800	1,028,800
Total comprehensive income, net of tax for the year	-	75,705,170	75,705,170
Transactions with owners in their capacity as owners:			
Dividends (Note 37)	-	(52,177,699)	(52,177,699)
	-	(52,177,699)	(52,177,699)
As at 31 December 2020	3,598,462	251,402,305	255,000,767

**FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**
STATEMENT OF CASH FLOWS

		2021	2020
	Notes	TZS '000	TZS '000
Operating activities			
Profit before tax		128,037,188	107,429,234
<i>Adjustment to reconcile profit before tax to net cash flows:</i>			
Depreciation and amortisation	12	18,666,314	17,296,680
Interest expense	16	611,279	1,292,507
Interest income	15	(3,258,481)	(1,819,274)
Net unrealised exchange loss	17	1,089,777	(1,200,760)
Net provision for slow moving and obsolete inventories	9	2,058,943	3,308,933
Increase in site restoration provision	31	157,519	146,645
Post-employment benefit provision	29	656,575	769,788
Expected credit losses for trade receivables	23	(421,078)	(1,040,996)
Gain on disposal of property, plant and equipment	8	(46,610)	(71,063)
<i>Cash flows before changes in working capital items</i>		147,551,426	126,111,694
<i>Working capital adjustments:</i>			
(Increase)/decrease in inventories (excluding provisions)	22	(2,589,649)	7,257,558
Increase/(decrease) in trade receivables	23	(4,765,323)	1,256,948
Increase in other short-term operating receivables	24	(2,105,812)	(3,781,485)
Decrease in other financial assets	25	550,000	8,680,640
Increase/(decrease) in trade and other payables	33	14,851,403	(4,542,354)
Corporation tax paid	32	(42,733,839)	(36,507,255)
Payment to post-employment benefit - Benefit payments	29	(950,058)	(729,625)
Interest received	15	3,258,481	1,819,274
Interest paid -other	16	-	(53,386)
Net cash inflows from operating activities		113,066,629	99,512,009
Investing activities			
Proceeds from disposal of property, plant and equipment		46,610	71,063
Payment for capital works-in-progress	18	(27,820,338)	(12,158,651)
Purchase of capital items in stock	18	(7,929)	(186,890)
Net cash flows used in investing activities		(27,781,657)	(12,274,478)
Financing activities			
Dividends paid		(70,178,005)	(52,538,738)
Payment of liabilities - principal and interest	28	(4,337,262)	(4,337,193)
Net cash flows used in financing activities		(74,515,267)	(56,875,931)
Net increase in cash and cash equivalents		10,769,705	30,361,600
Net foreign exchange difference		(347,111)	809,476
Cash and cash equivalents at 01 January		103,855,770	72,684,694
Cash and cash equivalent at 31 December		114,278,364	103,855,770