



AUDITED FINANCIAL RESULTS FOR the year ended December 31, 2025

Chairman's Statement

Dear esteemed Shareholders and Stakeholders,

On behalf of the Board of Directors of Tanzania Cigarette Public Limited Company (TCC Plc), I am pleased to present the financial performance of the Company for the year ended December 31, 2025.

A strong performance in 2025

TCC Plc delivered strong financial performance in 2025, reflecting consistent operational execution and disciplined strategy implementation. Revenue, profitability, and cash flows improved year-on-year, supported by robust gross profit growth and effective cost management. Profit for the year increased to TZS 135.4 billion from TZS 115.3 billion in the previous year, reinforcing the Company's capacity to generate sustainable returns and strengthen its financial base.

These results highlight the effectiveness of our strategic priorities, particularly our focus on operational excellence, market responsiveness, and disciplined capital deployment. Strong earnings performance also supported higher total comprehensive income and equity growth, reinforcing the Company's long-term financial stability and growth outlook.

Dividends

The Company Board of Directors has proposed a final ordinary dividends payments of TZS 650 per share for the fiscal year ending December 31, 2025.

Coupled with the interim ordinary dividend of TZS 400 per share paid to shareholders in October 2025. This brings the total ordinary dividend for the year to TZS 1,050 per share. The final ordinary dividend, subject to shareholders' approval at the Annual General Meeting of Shareholders in May 2026, will be paid on or about May 26, 2026. Shares will trade cum-dividend until May 6, 2026.

Looking ahead to 2026

We remain optimistic about 2026, despite an evolving operating environment. The Company will continue to focus on strengthening its competitive position, improving efficiencies and responding proactively to market dynamics. Continued investment in operational capabilities and strategic initiatives will support sustainable growth.

We also expect macro economic conditions supported by ongoing reforms and infrastructure investment to provide a stable foundation for continued business momentum.

Appreciation

The Board extends sincere appreciation to our employees for their dedication, to our parent company JTI for its steadfast support and to the Government and regulatory bodies for their continued cooperation. We also thank our valued stakeholders and business partners for their trust and partnership throughout 2025.

We look forward to continuing our shared progress in 2026.

Mohamed Chande Othman
Chairman of the Board, TCC Plc

Extracts of the financial statements

Statement of comprehensive income for the year ended December 31, 2025 (Audited)

	Dec-25 TZS Million	Dec-24 TZS Million
Revenue	507,281	454,629
Cost of sales	(193,135)	(174,544)
Gross profit	314,146	280,085
Expenses		
Marketing, selling and distribution expenses	(46,890)	(40,832)
Administration expenses	(64,282)	(56,860)
Other expenses	(7,629)	(13,102)
Expected credit losses	76	26
Other gains	1,916	2,148
Interest income	998	1,015
Finance cost	(2,647)	(4,068)
Total Expenses	(118,458)	(111,673)
Profit before tax	195,688	168,412
Income tax expense	(60,307)	(53,139)
Profit after tax	135,381	115,273
Earning per share		
Basic and diluted (TZS per share)	1,354	1,153

Statement of cash flows for the year ended December 31, 2025 (Audited)

	Dec-25 TZS Million	Dec-24 TZS Million
Cash flow from Operating Activities		
Profit before taxation	195,688	168,412
Adjustments for:		
Depreciation of property, plant and equipment	11,721	11,816
Depreciation Right use-of-asset	356	419
Current service cost	1,338	826
Impairment charge of inventory	598	422
Impairment of receivables	(76)	(26)
Foreign Exchange gain	(6,975)	(3,745)
Finance cost	2,647	4,068
Interest income	(998)	(1,015)
Other gain	-	(672)
Increase/(reversal) in provisions	2,860	(3,342)
(loss)/gain on disposal of property, plant and equipment	192	(149)
Operating profit before working capital changes	207,351	177,014
Working capital changes:		
Decrease/(increase) in inventories	15,673	(21,983)
Decrease/(increase) in trade and other receivables	16,323	(1,741)
(Decrease) in trade and other payables	(27,343)	(8,121)
Net cash generated from operations	212,004	145,169
Defined benefit paid	(1,005)	(835)
Net interest received	998	1,015
Interest paid	(4)	(2,979)
Current tax paid	(60,675)	(45,039)
Net cash generated from operating activities	151,318	97,331
Cash flows from investing activities:		
Purchase of property, plant and equipment	(20,670)	(19,755)
Refund from terminated lease	121	-
Proceeds from disposal of property, plant and equipment	545	705
Net cash used in investing activities	(20,004)	(19,050)
Cash flows from financing activities:		
Dividends paid to owners of the company	(95,000)	(50,000)
Lease rentals paid	(369)	(422)
Inter-Company repayments	-	(55,670)
Inter-company borrowing received	-	23,139
Net cash used in financing activities	(95,369)	(82,953)
Net increase/decrease in cash and cash equivalents	35,945	(4,672)
Net foreign exchange differences on cash and cash equivalents	6,060	107
Cash and cash equivalents at the beginning of the year	35,411	39,976
Cash and cash equivalents at the end of the year	77,416	35,411
Represented by:		
Cash and bank balances	77,416	35,411

Statement of financial position as at December 31, 2025 (Audited)

	Dec-25 TZS Million	Dec-24 TZS Million
Assets		
Non-current assets		
Property, plant and equipment	99,860	91,648
Right-of-use assets	639	292
	100,499	91,940
Current Assets		
Inventories	172,152	188,423
Trade and other receivables	46,416	58,896
Cash and bank balances	77,416	35,411
Total Current Assets	295,984	282,730
Total assets	396,483	374,670
Equity and Liabilities		
Equity		
Share capital	2,000	2,000
Defined benefit reserves	6,166	4,025
Retained earnings	258,840	218,459
Total Equity	267,006	224,484
Liabilities		
Non-current liabilities		
Deferred tax liability	4,278	3,850
Defined benefit obligation	20,140	20,250
Lease LT Liability	204	15
Total non-current liabilities	24,622	24,115
Current liabilities		
Trade and other payables	91,036	115,455
Provisions	10,835	8,048
Lease ST Liability	298	4
Income tax payable	2,686	2,564
Total current liabilities	104,855	126,071
Total liabilities	129,477	150,186
Total Equity and Liabilities	396,483	374,670

Statement of changes in equity for the year ended December 31, 2025 (Audited)

	Share capital TZS Million	Defined benefit reserves TZS Million	Retained earnings TZS Million	Total TZS Million
At 1st January 2024	2,000	7,538	153,186	162,724
Profit for the period	-	-	115,273	115,273
Other comprehensive income	-	(3,513)	-	(3,513)
Dividend paid	-	-	(50,000)	(50,000)
Balance at 31 December 2024	2,000	4,025	218,459	224,484
At 1st January 2025	2,000	4,025	218,459	224,484
Profit for the period	-	-	135,381	135,381
Other comprehensive income	-	2,141	-	2,141
Dividend paid	-	-	(95,000)	(95,000)
Balance at 31 December 2025	2,000	6,166	258,840	267,006

Signed by;

Roy Manalili
Chief Executive Officer

Rachel Thomas
Finance Director

