

UNAUDITED RESULTS FOR THE QUARTER ENDED 31 MARCH 2026

CHAIRMAN'S STATEMENT

Introduction

Dear Shareholders,

We are pleased to present the unaudited quarterly results of Tanga Cement Public Limited Company ("Tanga Cement" or the "Company") and its subsidiaries (together, the "Group") for the quarter ended 31st March 2026.

Market Outlook

This quarter experienced few seasonal challenges arising from weather conditions, which impacted slightly our sales compared to previous quarter; We are optimistic that conditions will improve in the coming quarters due to growth in Tanga's core markets.

Financial Outlook

Sales have declined due to seasonality impact which transpired from the previous quarter. However, gross margin has significantly improved by 116% to TZS 18.5 billion and operating profit has increased to TZS 12.2 billion compared to a loss in the previous quarter.

Following the capital increase in 2025 and repayment of Term borrowings, the direct impact can be noted through the decline in interest expenses on quarter-to-quarter basis.

Appreciation and Future Plans

Tanga Cement expresses its gratitude to its dedicated staff, suppliers, loyal customers, and all other stakeholders for their continued support. As Tanzania continues to play a significant role in the East African construction market, the Group is well-positioned to capitalize on growth opportunities within the region. Looking ahead, we reaffirm our commitment to delivering high-quality cement and clinker products, supporting Tanzania's sustainable development goals, and strengthening our position in the market.

For and on behalf of the Board.



Hakan Gurdal
Chairman of the Board

TANGA CEMENT PUBLIC LIMITED COMPANY

**CONSOLIDATED AND SEPARATE STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE QUARTER ENDED 31 MARCH 2026**

	GROUP		COMPANY	
	MAR-26	DEC-25	MAR-26	DEC-25
	TZS'000	TZS'000	TZS' 000	TZS' 000
Revenue from contracts with customers	72,073,113	78,590,322	72,073,113	78,590,322
Cost of sales	(53,567,408)	(70,037,204)	(53,517,469)	(69,987,265)
Gross profit	18,505,705	8,553,118	15,555,643	8,603,057
Other income	200,370	675,958	179,183	654,772
Other expenses	(1,219,883)	(6,420,659)	(1,219,833)	(6,420,659)
Selling expenses	(460,809)	(441,515)	(460,809)	(441,515)
Administration expenses	(4,729,111)	(3,762,508)	(4,714,017)	(3,747,476)
Increase/(decrease) in expected credit losses	(66,337)	534,873	(66,337)	534,873
Operating profit/(loss)	12,229,984	(860,733)	12,273,831	(816,948)
Interest expense	(2,155,022)	(5,394,742)	(2,155,022)	(5,394,742)
Foreign exchange gains/(losses)	(4,716,259)	4,827,668	(4,716,259)	4,827,668
Profit/(loss) before tax	5,358,703	(1,427,807)	5,402,550	(1,384,022)
Income tax	(1,572,982)	383,788	(1,572,982)	383,788
Profit/(loss) for the period	3,785,721	(1,044,019)	3,829,568	(1,000,234)
Other comprehensive income:				
Total comprehensive income for the year, net of tax	3,785,721	(1,044,219)	3,829,568	(1,000,234)

TANGA CEMENT PUBLIC LIMITED COMPANY

CONSOLIDATED AND SEPARATE STATEMENTS OF FINANCIAL POSITION AS AT 31 MARCH 2026

	GROUP		COMPANY	
	MAR-26	DEC -25	MAR-26	DEC-25
	TZS'000	TZS'000	TZS' 000	TZS' 000
ASSETS				
Non-current assets				
Property, plant, and equipment	277,398,713	277,312,047	277,398,292	277,311,626
Right-of-use assets	83,933	83,933	83,933	83,933
Investment property	914,751	914,751	-	-
Intangible assets	382,245	407,638	382,245	407,638
Investment in subsidiary	-	-	420,995	420,995
Total non-current assets	278,779,642	278,718,369	278,285,465	278,224,192
Current assets				
Inventories	74,408,781	71,367,125	74,408,781	71,367,125
Trade and other receivables	49,045,713	47,960,418	48,606,301	47,521,005
Cash and bank balances	27,397,484	20,757,802	27,253,886	20,614,205
Total current assets	150,851,978	140,085,345	150,268,968	139,502,335
TOTAL ASSETS	429,631,620	418,803,714	428,554,433	417,726,527
EQUITY AND LIABILITIES				
Equity				
Issued capital	203,010,774	203,010,774	203,010,774	203,010,774
Treasury shares	(1,825,920)	(1,825,920)	(1,825,920)	(1,825,920)
Retained earnings	20,701,936	16,916,215	19,940,649	16,111,081
Equity attributable to owners of the parent	221,886,790	218,101,069	221,125,503	217,295,935
Total equity	221,886,790	218,101,069	221,125,503	217,295,935
Non-current liabilities				
Lease liabilities	105,639	105,639	105,639	105,639
Provision for site restoration	263,574	59,574	263,574	59,574
Term borrowings: Non-current portion	100,927,560	94,613,560	100,927,560	94,613,560
Deferred tax liability	684,500	684,500	950,783	950,783
Total non-current liabilities	101,981,273	95,463,273	102,247,556	95,729,556
Current liabilities				
Trade and other payables	98,420,613	98,399,597	97,845,393	97,868,224
Contract liabilities	7,342,944	6,839,775	7,335,981	6,832,812
Total current liabilities	105,763,557	105,239,372	105,181,374	104,701,036
Total liabilities	207,744,830	200,702,645	207,428,930	200,430,592
TOTAL EQUITY AND LIABILITIES	429,631,620	418,803,714	428,554,433	417,726,527

TANGA CEMENT PUBLIC LIMITED COMPANY
CONSOLIDATED AND SEPARATE STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 MARCH 2026

	Issued capital TZS' 000	Treasury Shares TZS' 000	Retained earnings TZS' 000	Total TZS' 000
COMPANY				
At 1 October 2025	1,273,421	(1,825,920)	17,111,315	16,558,816
<i>Loss for the period</i>	-	-	(1,000,234)	(1,000,234)
<i>Proceeds from rights issue</i>	203,747,344	-	-	203,747,344
<i>Transaction costs relating to rights issue</i>	(2,009,991)	-	-	(2,009,991)
Total	201,737,353	-	(1,000,234)	200,737,119
At 31 December 2025	203,010,774	(1,825,920)	16,111,081	217,295,935
At 1 January 2026	203,010,774	(1,825,920)	16,111,081	217,295,935
<i>Profit for the period</i>	-	-	3,829,568	3,829,568
<i>Proceeds from rights issue</i>	-	-	-	-
<i>Transaction costs relating to rights issue</i>	-	-	-	-
Total	-	-	3,829,568	3,829,568
At 31 March 2026	203,010,774	(1,825,920)	19,940,649	221,125,503
GROUP				
At 1 October 2025	1,273,421	(1,825,920)	17,960,234	17,407,735
<i>Loss for the period</i>	-	-	(1,044,019)	(1,044,019)
<i>Proceeds from rights issue</i>	203,747,344	-	-	203,747,344
<i>Transaction costs relating to rights issue</i>	(2,009,991)	-	-	(2,009,991)
Total	201,737,353	-	(1,044,019)	200,693,334
At 31 December 2025	203,010,774	(1,825,920)	16,916,215	218,101,069
At 1 January 2026	203,010,774	(1,825,920)	16,916,215	218,101,069
<i>Profit for the period</i>	-	-	3,785,721	3,785,721
<i>Proceeds from rights issue</i>	-	-	-	-
<i>Transaction costs relating to rights issue</i>	-	-	-	-
Total	-	-	3,785,721	3,785,721
At 31 March 2026	203,010,774	(1,825,920)	20,701,936	221,886,790

**TANGA CEMENT PUBLIC LIMITED COMPANY
CONSOLIDATED AND SEPARATE STATEMENTS OF CASH FLOWS
FOR THE PERIOD ENDED 31 MARCH 2026**

	GROUP		COMPANY	
	MAR-26 TZS' 000	DEC-25 TZS' 000	MAR-26 TZS' 000	DEC-25 TZS' 000
OPERATING ACTIVITIES				
Cash generated from operating activities	13,937,998	38,543,093	13,703,441	38,326,717
Income taxes paid	(806,496)	(3,588,069)	(806,496)	(3,588,069)
Net cash flows from operating activities	13,131,502	34,955,024	12,896,945	34,738,648
INVESTING ACTIVITIES				
Purchase of property, plant and equipment	(5,072,994)	(6,211,626)	(5,072,994)	(6,211,626)
Net cash flows used in investing activities	(5,072,994)	(6,211,626)	(5,072,994)	(6,211,626)
FINANCING ACTIVITIES				
Interest paid - overdrafts	-	(156,212)	-	(156,212)
Interest paid - short-term borrowings	-	(732,185)	-	(732,185)
Principal repayments - short term borrowings	-	(31,411,386)	-	(31,411,386)
Repayment of principal portion of Parent co. loan	-	(191,382,345)	-	(191,382,345)
Rights issue proceeds	-	203,747,344	-	203,747,344
Transaction costs on issue of shares	-	(2,009,991)	-	(2,009,991)
Net cash flows used in financing activities	-	(21,944,775)	-	(21,944,775)
Net increase in cash and cash equivalents	8,058,508	6,798,623	7,823,951	6,582,247
Net foreign exchange differences	(1,418,826)	(1,880,911)	(1,184,270)	(1,664,566)
Cash and cash equivalents at 1 January	20,757,802	15,840,090	20,614,205	15,696,524
Cash and cash equivalents at 31 March	27,397,484	20,757,802	27,253,886	20,614,205