Vodacom Tanzania Public Limited Company

Quarterly report

for the period ended 30 September 2024

Together we can

Quarterly report

for the quarter ended 30 September 2024

Issued pursuant to section 53 of Dar es Salaam Stock Exchange PLC Rules 2022
Vodacom Tanzania Public Limited Company
(Incorporated in the United Republic of Tanzania)
Registration number: 38501
Stock Exchange (DSE) registration number ISIN: TZ1996102715
Stock name: VODA

Condensed statement of profit or loss and other comprehensive income

as at 30 September 2024

	GROUP		COMPANY	
TZS m	Quarter 2 Sept 2024	Quarter 2 Sept 2023	Quarter 2 Sept 2024	Quarter 2 Sept 2023
Revenue	**382 381**	322 769	**271 041**	233 857
Direct expenses	**(124 565)**	(105 844)	**(62 331)**	(55 035)
Operating expenses	**(131 553)**	(110 355)	**(106 443)**	(90 106)
Staff expenses	**(19 981)**	(19 030)	**(14 018)**	(14 157)
Publicity expenses	**(6 695)**	(9 190)	**(2 147)**	(5 202)
Tower lease and maintenance costs	**(37 528)**	(34 579)	**(37 528)**	(34 579)
Other operating expenses	**(67 349)**	(47 556)	**(52 750)**	(36 168)
Net loss on foreign currency transactions	**(8 460)**	(2 728)	**(8 054)**	(2 172)
Depreciation and amortisation	**(70 103)**	(64 942)	**(68 517)**	(63 259)
Net credit (loss)/gain on financial assets	**(435)**	386	**(439)**	396
Operating profit	**47 265**	39 286	**25 257**	23 681
Finance income	**11 711**	5 675	**18 685**	19 173
Finance costs	**(22 275)**	(14 188)	**(13 147)**	(8 940)
Net (loss)/gain on foreign currency transaction	**(804)**	3 390	**(1 004)**	3 408
Profit before tax	**35 897**	34 163	**29 791**	37 322
Income tax (expense)/credit	**(9 548)**	2 460	**(2 235)**	7 508
Net profit	**26 349**	36 623	**27 556**	44 830
Attributable to:				
Equity shareholders	**26 333**	–	**–**	–
Non-controlling interests	**16**	–	**–**	–

Condensed statement of financial position

as at 30 September 2024

	GROUP		COMPANY	
TZS m	Quarter 2 Sept 2024	Quarter 2 Sept 2023	Quarter 2 Sept 2024	Quarter 2 Sept 2023
Assets				
Non-current assets	**1 287 313**	1 251 467	**1 259 438**	1 220 123
Goodwill	**1 639**	1 639	**–**	–
Property and equipment	**643 645**	597 532	**640 040**	595 214
Right of use assets	**265 134**	305 494	**265 134**	305 494
Intangible assets	**262 644**	203 775	**243 546**	181 496
Capacity prepayments	**24 435**	34 229	**24 435**	34 229
Trade and other receivables	**9 986**	10 391	**9 186**	9 591
Income tax receivables	**37 320**	36 120	**34 298**	33 098
Deferred tax assets	**42 510**	62 287	**42 299**	60 501
Investment in subsidiary	**–**	–	**500**	500
Current assets	**1 177 267**	993 093	**272 826**	268 086
Capacity prepayments	**10 564**	14 310	**10 564**	14 310
Inventories	**2 278**	6 076	**2 278**	6 076
Trade and other receivables	**136 115**	150 237	**152 288**	164 398
Government grant receivables	**2 458**	–	**2 458**	–
Income tax receivables	**25 333**	13 362	**21 967**	9 748
Mobile financial deposits	**820 921**	660 778	**–**	–
Cash and cash equivalents	**179 598**	148 330	**83 271**	73 554
Non-current assets held for sale	**–**	8 871	**–**	8 871
Total assets	**2 464 580**	2 253 431	**1 532 264**	1 497 080
Equity and liabilities				
Share capital	**112 000**	112 000	**112 000**	112 000
Share premium	**442 435**	442 435	**442 435**	442 435
Capital contribution	**27 698**	27 698	**27 698**	27 698
Retained earnings	**286 082**	246 915	**220 218**	188 727
Equity attributable to the owners of the parent	**868 215**	829 048	**802 351**	770 860
Non-controlling interest	**52**	–	**–**	–
Total equity	**868 267**	829 048	**802 351**	770 860
Non current liabilities	**277 011**	333 090	**277 011**	333 090
Lease liabilities	**263 420**	326 231	**263 420**	326 231
Other financial liabilities	**6 801**	–	**6 801**	–
Provision	**6 790**	6 800	**6 790**	6 800
Government grants	**–**	59	**–**	59
Current liabilities	**1 319 302**	1 091 293	**452 902**	393 130
Lease liabilities	**108 288**	91 458	**108 288**	91 458
Other financial liabilities	**1 648**	–	**1 648**	–
Trade and other payables	**356 085**	294 683	**310 856**	257 547
Mobile financial payables	**820 921**	660 778	**–**	–
Income tax payables	**244**	–	**244**	–
Government grants	**10**	15 767	**10**	15 767
Provisions	**5 103**	6 093	**4 889**	5 864
Dividend payables	**27 003**	22 514	**26 967**	22 494
Total liabilities	**1 596 313**	1 424 383	**729 913**	726 220
Total equity and liabilities	**2 464 580**	2 253 431	**1 532 264**	1 497 080

Condensed statement on changes in equity

for the quarter ended 30 September 2024

TZS m	Share capital	Share premium	Capital contribution	Retained earnings	Equity attributable to owners of Parent	Non controlling Interest	Total
GROUP							
At 1 July 2024	**112 000**	**442 435**	**27 698**	**286 472**	**868 605**	**53**	**868 658**
Total comprehensive income for the period	–	–	–	**26 333**	**26 333**	**16**	**26 349**
Transaction with owners:							
Dividend declared	–	–	–	**(26 723)**	**(26 723)**	**(17)**	**(26 740)**
At 30 September 2024	**112 000**	**442 435**	**27 698**	**286 082**	**868 215**	**52**	**868 267**
At 1 July 2023	112 000	442 435	27 698	232 590	–	–	814 723
Total comprehensive income for the period	–	–	–	36 623	–	–	36 623
Transaction with owners:							
Dividend declared	–	–	–	**(22 298)**	–	–	**(22 298)**
At 30 September 2023	112 000	442 435	27 698	246 915	–	–	829 048
COMPANY							
At 1 July 2024	**112 000**	**442 435**	**27 698**	**219 385**	–	–	**801 518**
Total comprehensive income for the period	–	–	–	**27 556**	–	–	**27 556**
Transaction with owners:							
Dividend declared	–	–	–	**(26 723)**	–	–	**(26 723)**
At 30 September 2024	**112 000**	**442 435**	**27 698**	**220 218**	–	–	**802 351**
At 1 July 2023	112 000	442 435	27 698	166 175	–	–	748 308
Total comprehensive income for the period	–	–	–	44 830	–	–	44 830
Transaction with owners:							
Dividend declared	–	–	–	**(22 278)**	–	–	**(22 278)**
At 30 September 2023	112 000	442 435	27 698	188 727	–	–	770 860

Condensed statement of cash flows

for the quarter ended 30 September 2024

TZS m	GROUP Quarter 2 Sept 2024	GROUP Quarter 2 Sept 2023	COMPANY Quarter 2 Sept 2024	COMPANY Quarter 2 Sept 2023
Cash flow from operating activities				
Cash generated from operations	**156 726**	151 598	**78 521**	41 891
Income taxes paid	**(11 471)**	(5 197)	**(4 609)**	(1 193)
Net cash generated from operating activities	**145 255**	146 401	**73 912**	40 698
Cash flow from investing activities				
Additions to property and equipment and intangible assets	**(27 995)**	(25 655)	**(27 995)**	(23 497)
Asset acquisition	**(34 032)**	–	–	–
Acquisition of a subsidiary	–	–	**(34 032)**	–
Government grant received	**2 478**	–	**2 478**	–
Finance income received	**2 576**	971	**1 219**	430
Cash held in restricted deposits	**(27 900)**	(79 529)	–	–
Interest received from M-Pesa deposits	**9 135**	5 254	–	–
Net cash used in investing activities	**(75 738)**	(98 959)	**(40 864)**	(3 774)
Cash flow from financing activities				
Dividends paid	**(2)**	(2)	**(2)**	(1)
Payment of lease liabilities – principal	**(23 099)**	(22 566)	**(23 099)**	(22 566)
Payment of lease liabilities – interest	**(12 671)**	(7 452)	**(12 671)**	(7 452)
Settlement of derivative financial liabilities	**(279)**	–	**(279)**	–
Principal repayment on other financial liabilities	**(4 171)**	–	**(4 171)**	–
Interest repayment on other financial liabilities	**(7)**	–	**(7)**	–
Interest paid to M-Pesa customers	**(12 227)**	(4 523)	–	–
Principal payment on spectrum licence payables	–	(37 513)	–	(37 513)
Interest payment on spectrum licence payables	–	(1 925)	–	(1 925)
Net cash used in financing activities	**(52 456)**	(73 981)	**(40 229)**	(69 457)
Net increase in cash and cash equivalents	**17 061**	(26 539)	**(7 181)**	(32 533)
Cash and cash equivalents at the beginning of the quarter	**161 126**	173 228	**89 241**	104 428
Effects of exchange rate changes on cash and cash equivalents held in foreign currencies	**1 411**	1 641	**1 211**	1 659
Cash and cash equivalents at the end of the quarter	**179 598**	148 330	**83 271**	73 554

In preparation of the quarterly financial statements, consistent accounting policies have been used as those applicable to the previously audited financial statements.

Philip Besiimire
Managing Director

Hilda Bujiku
Finance Director