

SWISSPORT TANZANIA PLC UNAUDITED FINANCIAL RESULTS FOR THE SIX MONTHS ENDED 30 JUNE 2024

Commentary

The Board of Directors of Swissport Tanzania Plc hereby publishes the unaudited financial results for the period ended 30 June 2024. During this period, total revenue increased by 17%, from TShs 18,910 million to TShs 22,157 million. Total operating costs also rose by 12%, from TShs 16,502 million to TShs 18,513 million, in line with the increase in operations. Net profit for the period grew from TShs 2,081 million to TShs 3,235 million. The increase in net profit is attributed to higher revenue coupled with cost control measures.

Dividend to Shareholders

The Board has decided not to declare interim dividend to enable the Company to meet its maturing obligations relating to ongoing investments.

Future Outlook

We anticipate the improved business environment and the strong performance of the National Carrier 'Air Tanzania' and other airline customers, as well as the sustained cargo volumes to continue bolstering the performance of the business in the second half of the year. Efforts to retain existing customers, acquire new ones, and introduce new product lines will continue, this coupled with ongoing investments in human resources, ground support equipment, warehouse facilities, processes, training, and technology, as well as cost reduction and control measures, are expected to enhance operational and financial performance in the second half of the year.

Appreciation and commitment

The Board would like to thank all customers, authorities and other stakeholders for their continued support and our employees for their hard work throughout the year. The Board is committed to implement appropriate strategies to ensure the business remains sustainable.

Dirk Goovaerts
Board Chairman

STATEMENT OF PROFIT AND LOSS For the period ended 30 June	2024 TZS M	2023 TZS M
Revenue	22,004	18,620
Other operating income	152	290
Total revenue	22,157	18,910
Total operating expenses	(18,513)	(16,502)
Operating profit	3,644	2,408
Finance costs	(409)	(327)
Profit before income tax	3,235	2,081
Income tax expense	(812)	(702)
Profit for the period	2,423	1,379
Earnings per share	67.29	38.3

STATEMENT OF FINANCIAL POSITION As At 30 June	2024 TZS M	2023 TZS M
ASSETS		
Non-current assets		
Intangible asset	7,976	10,578
Property and equipment	17,152	14,223
Right of use assets	2,185	2,612
Staff receivables	179	162
	27,492	27,575
Current assets		
Inventories	756	686
Trade and other receivables	8,073	6,510
Income tax recoverable	1,071	576
Cash and cash equivalents	8,252	6,603
	18,152	14,375
Total assets	45,644	41,950
EQUITY AND LIABILITIES		
Equity		
Share capital	360	360
Retained earnings	35,905	31,932
Total equity	36,265	32,292
Non Current Liabilities		
Lease liabilities (IFRS 16)	1,301	2,195
Deferred tax liability	1,181	567
Retirement benefit obligations	1,296	2,041
	3,778	4,803
Current Liabilities		
Trade and other payables	4,991	4,317
Lease liabilities (short term)	610	538
	5,601	4,855
Total equity and liabilities	45,644	41,950

STATEMENT OF CASH FLOWS For the Period Ended 30 June	2024 TZS M	2023 TZS M
Cash flows from operating activities		
Profit before income tax	3,235	2,081
Adjustment for:		
Depreciation of property and equipment	2,894	1,713
Amortization of intangible assets	2,047	1,444
Depreciation of right of use assets	427	486
Provision for retirement benefit obligations	192	399
Interest expense on lease liabilities	-	89
Interest expense on loan	180	128
Adjustments for:		
Inventories	(70)	(246)
Trade and other receivables	(1,580)	280
Trade and other payables	(414)	(2,106)
Cash generated from operating activities	6,911	4,268
Cash flows from investing activities		
Retirement benefits paid	(937)	(76)
Interest paid on lease liability	(180)	(89)
Interest paid on loan	(495)	(128)
Net cash from operating activities	5,298	3,975
Cash flows from investing activities		
Acquisition of property and equipment and	(3,292)	(1,760)
Net cash used in investing activities	(3,292)	(1,760)
Cash flows from financing activities		
Repayment of Loan	-	(1,375)
Dividends paid to the Company's shareholders	-	(2,584)
Payment of lease liabilities	(357)	(452)
Net cash used in financing activities	(357)	(4,411)
Net increase/(decrease) in cash and cash equivalents	1,649	(2,196)
Movement in cash and cash equivalents		
Increase/(decrease) in cash and cash equivalents	1,649	(2,196)
Cash and cash equivalents at 1st July	6,603	8,799
Cash and cash equivalents at 30 June	8,252	6,603



From Landing to Take-Off: We care!


Dirk Goovaerts
Board Chairman


Mrisho Yassin
Chief Executive Officer


Joshua Jonas
Chief Financial Officer