



Audited Financial Results for 2021

Commentary

The Directors are pleased to present the audited financial results for the year ended 31st December 2021. Income increased by 7% to TZS 2,690 million compared to 2020 due to higher dividend income while other operating gains increased by 117% to TZS 237 million. Operating expenses decreased by 4% to TZS 1,014 million in 2021. Profit for the year amounted to TZS 1,330 million compared to a loss of TZS 475 million in 2020.

Dividends

The Directors recommend a final dividend of TZS 10 per share (2020: TZS 6 per share). Dividends are not recognised as a liability until they have been ratified at the Annual General Meeting.

Statement of Profit or Loss and other Comprehensive Income

	2021 TZS '000	2020 TZS '000
Income	2,690,726	2,507,571
Other operating gains (losses)	237,135	(1,334,510)
Operating expenses	(1,014,150)	(1,060,243)
Operating profit	1,913,711	112,818
Finance costs	(374,670)	(466,557)
Profit before taxation	1,539,042	(353,739)
Taxation	(209,182)	(121,397)
Profit for the year	1,329,859	(475,136)
Other comprehensive income:		
Items that will not be recycled to profit or loss:		
Fair value gain (loss) on equity instruments	(58,088)	388,225
Other comprehensive income for the year	(58,088)	388,225
Total comprehensive loss for the year	1,271,771	(86,911)
Basic earnings per share	18.22	(6.51)

Statement of Financial Position as at 31 December 2021

	2021 TZS'000	2020 TZS'000
Assets		
Non-Current Assets		
Property, plant and equipment	139,447	26,307
Investment property	221,347	221,347
Right of use assets	3,256	42,316
Intangible assets	4,500	-
Equity investments	15,253,840	14,848,114
Investment in government securities	12,985,104	13,578,175
	28,607,494	28,716,259
Current Assets		
Trade and other receivables	589,870	571,177
Current tax receivable	242,682	273,350
Investment in retail bonds	-	10,000
Cash and cash equivalents	1,011,299	206,233
	1,843,851	1,060,760
Total Assets	30,451,345	29,777,019
Equity and Liabilities		
Equity		
Share capital	2,167,952	2,167,952
Total Reserves	5,327,762	5,430,850
Retained Income	19,908,600	18,972,207
	27,404,314	26,571,009
Non-Current Liabilities		
Borrowings	2,396,96	2,606,193
Deferred tax	23,890	3,256
	2,420,852	2,609,449
Current Liabilities		
Trade and other payables	132,095	151,075
Borrowings-CL	209,231	183,092
Dividend Payable	284,853	223,301
Lease Liability	-	39,093
	626,179	596,561
Total Liabilities	3,048,587	3,206,010
Total Equity and Liabilities	30,451,345	29,777,019

Statement of Cash Flows

	2021 TZS'000	2020 TZS'000
Cash flow from operating activities		
Cash generated from operations	1,908,698	
Finance costs	(374,670)	(466,557)
Tax paid	(157,880)	(49,835)
Net cash (used in) from operating activities	1,376,148	944,644
Cash flow from investing activities		
Purchase of property, plant and equipment	(142,192)	(11,600)
Acquisition of right of use assets	-	(74,866)
Purchase of intangible assets	(6,000)	-
Movement in investments in government securities	(463,814)	4,904,999
Movement in equity investments	593,071	(3,900,253)
Movement in retail bonds investments	10,000	20,336
Gain/(Loss) on disposal of equity investments	36,952	(1,342,370)
Net cash (used in) from investing activities	28,017	(403,754)
Cash flow from financing activities		
Movement in borrowings	(183,094)	(210,715)
Movement in lease liability	(39,093)	39,093
Dividends paid	(376,912)	(387,349)
Net cash (used in) from financing activities	(599,099)	(558,971)
Cash and cash equivalents:		
Net increase/ (decrease) in cash	805,066	(18,081)
Cash at the beginning of the year	206,233	224,314
Cash at the end of the year	1,011,299	206,233

Statement of Changes in equity

	Share capital TZS '000	Share premium TZS '000	Total share capital TZS '000	Fair valuation reserve TZS '000	IPO Cost TZS '000	Retained earnings TZS '000	Total equity TZS '000
Previous year							
Balance as at 1 January 2020	1,459,153	708,799	2,167,952	9,650,287	(629,662)	15,907,807	27,096,384
Loss for the year						(475,136)	(475,136)
Other comprehensive income				388,225			388,225
Transfer between reserves				(3,978,000)		3,978,000	
Dividends						(438,464)	(438,464)
Balance as at 31 December 2020	1,459,153	708,799	2,167,952	6,060,512	(629,662)	18,972,207	26,571,009
Current period							
Balance as at 1 January 2021	1,459,153	708,799	2,167,952	6,060,512	(629,662)	18,972,207	26,571,009
Profit for the year						1,329,859	1,329,859
Other comprehensive income				(58,088)			(58,088)
Transfer between reserves				(45,000)		45,000	
Dividends						(438,466)	(438,466)
Balance as at 31 December 2021	1,459,153	708,799	2,167,952	5,957,424	(629,662)	19,908,600	27,404,314

We, the undersigned, attest to the faithful representation of the above statements. We declare that the Statements have been examined by us and, to the best of our knowledge and belief, having been prepared in conformance with International Financial Reporting Standards, they present a true and fair view.

Name

Mr. Fortunatus M. Magambo

Chairman

Prof. Lucian A. Msambichaka

Director

Signature

Signed



Signed



Date

30/05/2022

30/05/2022