

TOL GASES LIMITED
ANNUAL REPORT
AND
AUDITED FINANCIAL STATEMENTS
31 DECEMBER 2019

TOL GASES LIMITED

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 DECEMBER 2019

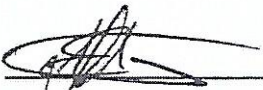
	Notes	<u>2019</u> TZS '000	<u>2018</u> TZS '000
Revenue	8	17,252,567	18,433,709
Cost of sales	9	(9,503,163)	(10,087,628)
Gross profit		<u>7,749,404</u>	<u>8,346,081</u>
Other income	10	201,888	80,617
Operating expenses	11	(3,737,859)	(3,631,528)
Operating profit		<u>4,213,433</u>	<u>4,795,170</u>
Finance costs	20	(1,126,772)	(1,171,090)
Profit before tax		<u>3,086,661</u>	<u>3,624,080</u>
Income tax expense	21(a)	(832,690)	(1,007,338)
Profit for the year		<u>2,253,971</u>	<u>2,616,742</u>
Other comprehensive income		-	-
Total comprehensive income		<u>2,253,971</u>	<u>2,616,742</u>
Basic/Diluted earnings per share (TZS)	14	<u>39.16</u>	<u>45.46</u>


TOL GASES LIMITED

STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2019

	Notes	2019 TZS '000	2018 TZS '000
ASSETS			
Non-current Assets			
Property, plant and equipment	13(a)	20,555,904	21,907,705
Right-of-use assets	13(b)	49,876	-
Intangible asset	15	334	835
		<u>20,606,114</u>	<u>21,908,540</u>
Current assets			
Inventories	16	5,599,055	4,537,738
Trade and other receivables	17	4,524,264	5,261,134
Cash and bank balances	19	374,537	181,274
		<u>10,497,856</u>	<u>9,980,146</u>
Asset held for sale	13(c)	2,626,360	-
TOTAL ASSETS		<u><u>33,730,330</u></u>	<u><u>31,888,686</u></u>
EQUITY AND LIABILITIES			
Equity			
Share capital	18	5,756,030	5,756,030
Share premium		6,756,615	6,756,615
Retained Earnings		9,188,878	7,974,355
		<u>21,701,523</u>	<u>20,487,000</u>
Non-current liabilities			
Long term borrowings	20	3,747,465	3,910,000
Lease liabilities	25	39,751	-
Deferred tax liability	21(c)	1,722,551	1,411,950
		<u>5,509,767</u>	<u>5,321,950</u>
Current liabilities			
Trade and other payables	22	1,109,951	1,068,453
Lease liabilities	25	6,016	-
Tax payable	21(b)	521,700	314,456
Bank overdraft	23	3,176,570	3,112,899
Cylinder deposits	24	658,281	563,927
Current portion of loans	20	1,046,522	1,020,000
		<u>6,519,040</u>	<u>6,079,735</u>
TOTAL EQUITY AND LIABILITIES		<u><u>33,730,330</u></u>	<u><u>31,888,685</u></u>

These financial statements were approved by the board of directors for issue on 05/06/
2020 and were signed on its behalf by:

Name: JUSTIN MASSAWE Title: DIRECTOR Signature: 

Name: SIMON MPOKSI Title: DIRECTOR Signature: 

TOL GASES LIMITED

STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2019

	Share capital	Share premium	Retained earnings	Total
	TZS '000	TZS '000	TZS '000	TZS '000
At 1 January 2018	5,756,030	6,756,615	5,405,889	17,918,535
Initial application of IFRS 9 net of tax			(48,276)	(48,276)
Profit for the year			2,616,742	2,616,742
At 31 December 2018	<u>5,756,030</u>	<u>6,756,615</u>	<u>7,974,355</u>	<u>20,487,001</u>
At 1 January 2019	5,756,030	6,756,615	7,974,355	20,487,001
Dividends declared			(1,039,448)	(1,039,448)
Profit for the year			2,253,971	2,253,971
At 31 December 2019	<u>5,756,030</u>	<u>6,756,615</u>	<u>9,188,878</u>	<u>21,701,523</u>

TOL GASES LIMITED

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2019

	Notes	2019 TZS '000	2018 TZS '000
OPERATING ACTIVITIES:			
Profit before tax		3,086,661	3,624,080
Adjustment for non-cash items:			
Depreciation and amortisation	13	2,005,328	2,288,720
Depreciation of right-of-use assets	13(b)	1,404	
Amortisation of intangibles	15	501	1,317
Interest paid	20	1,119,296	1,171,090
Gain on disposal of fixed assets	13(a)	2,000	22,994
Unrealised exchange gain (Loss)	10	(26,451)	(2,541)
Corporate tax paid	21	(314,844)	(262,091)
		<u>5,873,895</u>	<u>6,843,570</u>
Movements in working capital			
Increase in inventories		(1,061,317)	(164,659)
Decrease/(Increase) in trade and other receivables		736,870	(1,011,053)
Increase/(decrease) in cylinder deposits		99,657	(93,345)
Increase/(Decrease) in trade and other payables		41,498	(2,317,007)
		<u>(183,293)</u>	<u>(3,586,064)</u>
Net cash flows generated from operating activities		<u>5,690,602</u>	<u>3,257,506</u>
INVESTING ACTIVITIES:			
Purchase of property, plant and equipment	13(a)	(3,279,715)	(2,116,291)
Net cash flows used in investing activities		<u>(3,279,715)</u>	<u>(2,116,291)</u>
FINANCING ACTIVITIES:			
Bank loan repaid	20	(1,020,000)	(5,657,100)
Bank loan received	20	883,986	5,100,000
Lease paid	25	(12,989)	
Dividend payment		(1,039,448)	-
Interest paid	20	(1,119,296)	(1,171,090)
Net cash flows used in financing activities		<u>(2,307,747)</u>	<u>(1,728,190)</u>
Net decrease in cash and cash equivalent		103,140	(586,975)
Unrealised exchange gain	10	26,451	2,541
Cash and cash equivalents at 1 January		(2,931,624)	(2,347,364)
Cash and cash equivalents at 31 December	19	<u>(2,802,033)</u>	<u>(2,931,624)</u>