

## RESULTS FOR THE THE YEAR ENDED 30 SEPTEMBER 2021

## STATEMENTS OF PROFIT OR LOSS ACCOUNTS AND OTHER COMPREHENSIVE INCOME

for the period ended 30 September 2021

	GROUP		COMPANY	
	30-Sep-21 Tzs' 000'	30-Sep-20 Tzs' 000'	30-Sep-21 Tzs' 000'	30-Sep-20 Tzs' 000'
<b>Revenue</b>	21,722,606	22,873,346	-	-
Cost of sales	(16,477,715)	(16,984,015)	-	-
<b>Gross profit</b>	<b>5,244,891</b>	<b>5,889,331</b>	<b>-</b>	<b>-</b>
Other operating income	77,532	284,368	42,455	190,906
Selling and marketing costs	(2,657,779)	(2,444,907)	-	-
Administration expenses	(6,215,342)	(5,731,576)	(3,272,632)	(1,882,281)
Gain recognised on disposal of interest in former subsidiary (RACL)	11,887,989	-	-	-
Loss recognised on impairment of associates (RACL)	(4,114,265)	-	(4,078,997)	-
Fair value loss on embedded derivative	(3,945,939)	(457,647)	(3,945,939)	(457,647)
Grant amortization	-	20,279	-	-
<b>Operating profit / (loss)</b>	<b>277,087</b>	<b>(2,440,152)</b>	<b>(11,255,113)</b>	<b>(2,149,022)</b>
Finance Costs - net	(353,450)	(1,643,167)	551,016	563,964
Exchange profit/(Loss)	-	-	-	-
Write off of investment in Kymbila Tea Packing Co Ltd	-	-	-	-
Profit/(loss) before income tax	(76,363)	(4,083,319)	(10,704,097)	(1,585,058)
Income tax credits /(expenses)	(390,126)	(101,479)	-	-
<b>Profit for the year</b>	<b>(466,489)</b>	<b>(4,184,798)</b>	<b>(10,704,097)</b>	<b>(1,585,058)</b>
<b>Attributable to:</b>				
- Owners of the parent company	28,624	(3,240,091)	(10,704,097)	(1,585,058)
- Non-controlling interest	(495,114)	(944,707)	-	-
	<b>(466,490)</b>	<b>(4,184,798)</b>	<b>(10,704,097)</b>	<b>(1,585,058)</b>
<b>Other Comprehensive Income:</b>				
Surplus on revaluation of property, plant and equipment	16,957,756	-	-	-
Deferred tax charge on revaluation on property, plant and equipment	(5,087,327)	-	-	-
	-	-	-	-
<b>Total comprehensive income/(loss) for the year</b>	<b>11,403,939</b>	<b>(4,184,798)</b>	<b>(10,704,097)</b>	<b>(1,585,058)</b>
<b>(Loss)/ profit attributable to:</b>				
Owners of the parent	8,337,925	(3,240,091)	-	-
Non-controlling interests	3,066,014	(944,707)	-	-
	<b>11,403,939</b>	<b>(4,184,798)</b>		
<b>Dividend:</b>				
Proposed final dividend for the year	-	-	-	-
Earnings per share attributable to the equity holders of the Company during the year (expressed in Tsh per share)				
Basic earnings per share	446.90	(173.66)	-	-
Diluted earnings per share	68.13	(36.20)	-	-

## STATEMENT OF CASH FLOWS

for the period ended 30 September 2021

	GROUP		COMPANY	
	30-Sep-21 Tzs' 000'	30-Sep-20 Tzs' 000'	30-Sep-21 Tzs' 000'	30-Sep-20 Tzs' 000'
<b>Cash from Operating Activities</b>				
Profit/(loss) before tax	(76,363)	(4,083,319)	(10,704,097)	(1,585,058)
<b>Adjustments for :</b>				
Fair value gain/(loss) on embedded derivatives	3,945,939	457,647	3,945,939	457,647
Depreciation on plant and equipment	352,872	700,942	-	-
Depreciation on right to use assets	46,284	89,944	-	-
Impairment of investment in associates	4,114,265	-	4,078,997	-
Gain on disposal	(11,887,989)	-	-	-
Amortisation of prepaid land rent	-	20,481	-	-
Interest expense	705,532	1,553,140	320,566	193,361
Interest on lease liabilities	19,998	90,832	-	-
Interest income	250,345	-	246,572	-
Retirement benefit obligations	59,927	(122,079)	-	1,377
<b>Effect of de-consolidation of RAC:</b>				
- Cash and cash equivalent	3,398,492	-	-	-
- Inventories	(203,610)	-	-	-
- Trade and other receivables	722,971	-	-	-
- Trade and other payables	575,522	-	-	-
Changes in working capital:				
- inventories	(516,410)	(1,493,647)	-	-
- trade and other receivables	1,711,359	528,717	1,867,623	(580,929)
- trade and other payables	2,040,629	143,852	504,010	1,474
- loan receivables	-	279,244	-	-
<b>Cash generated from operating activities</b>	<b>5,259,764</b>	<b>(1,834,247)</b>	<b>259,610</b>	<b>(1,512,128)</b>
Interest paid	(419,206)	(904,313)	(34,240)	-
Income tax paid	(675,825)	(130,133)	-	(1,303)
Interest income	(250,345)	-	(246,572)	-
Interest paid on lease liabilities	(19,998)	(90,832)	0	0
<b>Net cash generated/(utilised in) from Operating activities</b>	<b>3,894,390</b>	<b>(2,959,524)</b>	<b>(21,202)</b>	<b>(1,513,431)</b>
<b>Cash flow from investing activities</b>				
Purchase of property, plant and equipment	(524,979)	(175,239)	-	-
Cash paid for right of use	-	(9,256)	-	-
<b>Net cash (utilized in)/generated from investing activities</b>	<b>(524,979)</b>	<b>(184,495)</b>	<b>-</b>	<b>-</b>
<b>Cash flow from Financing Activities</b>				
Repayment of borrowings	-	(5,837,918)	-	(890,528)
Proceeds from borrowings	-	6,953,541	-	2,365,488
Effects of exchange rates on loan	484	-	484	32,156
Payment of principal portion of the lease liability	(44,272)	(55,664)	-	-
<b>Net cash flow from Financing Activities</b>	<b>(43,788)</b>	<b>1,059,959</b>	<b>484</b>	<b>1,507,116</b>
<b>Net movement in cash and cash equivalents</b>	<b>3,325,623</b>	<b>(2,084,061)</b>	<b>(20,718)</b>	<b>(6,315)</b>
<b>Cash and cash equivalents at start of period</b>	<b>(11,241,341)</b>	<b>(9,157,280)</b>	<b>23,674</b>	<b>29,989</b>
<b>Cash and cash equivalents at end of period</b>	<b>(7,915,718)</b>	<b>(11,241,341)</b>	<b>2,956</b>	<b>23,674</b>

Note: Kymbila Tea Packing Company Ltd was sold during the first half of the year.

## STATEMENT OF FINANCIAL POSITION

As at 30 September 2021

	GROUP		COMPANY	
	30-Sep-21 Tzs' 000'	30-Sep-20 Tzs' 000'	30-Sep-21 Tzs' 000'	30-Sep-20 Tzs' 000'
<b>CAPITAL EMPLOYED</b>				
Share capital	466,431	466,431	466,432	466,432
Share premium	4,048,462	4,048,462	4,048,463	4,048,463
Properties revaluation reserve	8,533,598	554,688	(18,539,253)	(7,835,157)
Accumulated earnings /(losses)	(17,531,704)	(17,890,719)	(14,024,358)	(3,320,262)
<b>Equity attributable to owners of Co.</b>	<b>(4,483,213)</b>	<b>(12,821,138)</b>	<b>(14,024,358)</b>	<b>(3,320,262)</b>
Non-controlling interests	4,818,559	(2,667,808)	-	-
<b>TOTAL EQUITY</b>	<b>335,346</b>	<b>(15,488,946)</b>	<b>(14,024,358)</b>	<b>(3,320,262)</b>
<b>Non-current liabilities</b>				
Borrowings	-	1,927,033	-	1,598,303
Deferred capital grant	-	130,272	-	-
Deferred income tax liabilities	4,939,013	85,477	7,960	7,960
Retirement benefit obligations	626,265	704,599	-	-
Lease Liabilities	21,074	926,051	7,960	1,606,263
	5,586,352	3,773,431	(14,016,398)	(1,713,999)
	5,921,698	(11,715,515)		
<b>REPRESENTED BY</b>				
<b>Non-current assets</b>				
Property, plant and equipment	23,113,167	9,237,971	-	-
Right use-of-asset	62,160	958,682	1,704,274	5,783,271
Investment in subsidiaries	-	-	-	-
Loan receivable	-	-	-	-
Deferred income tax asset	-	-	-	-
	<b>23,175,327</b>	<b>10,196,653</b>	<b>1,704,274</b>	<b>5,783,271</b>
<b>Current Assets</b>				
Inventories	6,437,076	5,920,666	463,865	2,331,488
Trade and other receivables	3,143,682	4,855,041	2,957	23,674
Cash and cash equivalents	23,540	72,033	375,656	375,656
Tax recoverable	474,209	441,560	-	-
	<b>10,078,507</b>	<b>11,289,300</b>	<b>842,478</b>	<b>2,730,819</b>
<b>Current liabilities</b>				
Embedded derivative	4,706,205	760,265	4,706,205	760,265
Borrowings	15,894,411	27,738,516	10,634,884	8,749,771
Lease Liabilities	54,007	65,803	-	-
Trade and other payables	6,677,513	4,636,884	1,222,062	718,052
	27,332,136	33,201,469	16,563,151	10,228,088
<b>Net current liabilities</b>	<b>(17,253,629)</b>	<b>(21,912,168)</b>	<b>(15,720,673)</b>	<b>(7,497,270)</b>
	<b>5,921,698</b>	<b>(11,715,515)</b>	<b>(14,016,399)</b>	<b>(1,713,999)</b>

## STATEMENT OF CHANGES IN EQUITY

for the period ended 30 September 2021

Group	Share capital	Share premium	Retained Earnings	Properties revaluation reserve	Total	Non-controlling interests	Total Equity
	Tzs' 000'	Tzs' 000'	Tzs' 000'	Tzs' 000'	Tzs' 000'	Tzs' 000'	Tzs' 000'
<b>For the period ended</b>							
<b>30 September 2021</b>							
At start of year	466,431	4,048,462	(17,890,719)	554,688	(12,821,138)	(2,667,808)	(15,488,946)
Deconsolidation of former subsidiary (RACL)	-	-	323,832	(323,832)	-	4,420,353	4,420,353
	466,431	4,048,462	(17,566,887)	230,856	(12,821,138)	1,752,545	(11,068,593)
Total comprehensive income for the year	-	-	28,624	-	28,624	(495,114)	(466,490)
Loss for the year	466,431	4,048,462	(17,538,263)	230,856	(12,792,514)	1,257,431	(11,535,083)
Surplus on revaluation of property, plant and equipment	-	-	-	11,870,429	11,870,429	5,087,327	16,957,756
Deferred tax charge on revaluation on property, plant and equipment	-	-	-	(3,561,129)	(3,561,129)	(1,526,198)	(5,087,327)
Amortisation of excess depreciation revaluation	-	-	9,369	(9,369)	-	-	-
Deferred tax on depreciation transfer	-	-	(2,811)	2,811	-	-	-
<b>As at 30 September 2021</b>	<b>466,431</b>	<b>4,048,462</b>	<b>(17,531,704)</b>	<b>8,533,598</b>	<b>(4,483,214)</b>	<b>4,818,560</b>	<b>335,346</b>
<b>For the year ended</b>							
<b>30 September 2020</b>							
At start of year	466,431	4,048,462	(14,659,030)	582,169	(9,561,968)	(1,713,323)	(11,275,291)
Transition adjustment	-	-	(19,079)	-	(19,079)	(9,778)	(28,857)
Changes on initial application of IFRS 16	466,431	4,048,462	(14,678,109)	582,169	(9,581,047)	(1,723,101)	(11,304,148)
Other comprehensive income	-	-	-	-	-	-	-
Loss for the year	-	-	(3,240,091)	-	(3,240,091)	(944,707)	(4,184,798)
Amortisation of excess depreciation revaluation	-	-	39,259	(39,259)	-	-	-
Deferred tax on depreciation transfer	-	-	(11,778)	11,778	-	-	-
<b>As at 30 September 2020</b>	<b>466,431</b>	<b>4,048,462</b>	<b>(17,890,719)</b>	<b>554,688</b>	<b>(12,821,138)</b>	<b>(2,667,808)</b>	<b>(15,488,946)</b>
<b>Company</b>							
	Share capital	Share premium	Retained earnings				Total
	Tzs' 000'	Tzs' 000'	Tzs' 000'				Tzs' 000'
<b>30 September 2021</b>							
At start of year	466,431	4,048,462	(7,835,156)	-	-	-	(3,320,263)
Comprehensive income	-	-	(10,704,097)	-	-	-	(10,704,097)
Loss for the period	-	-	-	-	-	-	-
Actuarial loss net of tax	-	-	-	-	-	-	-
<b>As at 30 September 2021</b>	<b>466,431</b>	<b>4,048,462</b>	<b>(18,539,253)</b>				<b>(14,024,360)</b>
<b>30 September 2020</b>							
At start of year	466,431	4,048,462	(6,250,098)	-	-	-	(1,735,205)
Comprehensive income	-	-	-	-	-	-	-
Profit / (loss) for the year	-	-	(1,585,058)	-	-	-	(1,585,058)
<b>As at 30 September 220</b>	<b>466,431</b>	<b>4,048,462</b>	<b>(7,835,156)</b>				<b>(3,320,263)</b>