

Group Performance Highlights

INCOME FROM INVESTMENTS TZS 11.12 ^{Billion} + 33% <small>2022: TZS 8.34 Billion</small>	OPERATING PROFIT TZS 10.08 ^{Billion} + 60% <small>2022: TZS 6.28 Billion</small>
PROFIT BEFORE TAX (PBT) TZS 7.63 ^{Billion} + 23% <small>2022: TZS 6.20 Billion</small>	PROFIT AFTER TAX (PAT) TZS 6.79 ^{Billion} + 15% <small>2022: TZS 5.92 Billion</small>
EARNINGS PER SHARE TZS 110.10 ^{Per Share} + 15% <small>2022: TZS 96.01 Per Share</small>	TOTAL ASSETS TZS 162.37 ^{Billion} + 27% <small>2022: TZS 127.52 Billion</small>

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME AS AT 31 DECEMBER 2023

	Group 2023 TZS'000	Group 2022 TZS'000	Company 2023 TZS'000	Company 2022 TZS'000
Revenue from contracts with customers	11,123,629	8,342,351	11,123,629	8,342,351
Other income	1,265,850	218,381	1,265,850	218,381
Administrative expenses	(1,473,739)	(2,095,439)	(1,428,698)	(2,024,193)
Other operating expenses	(833,029)	(180,935)	(832,429)	(180,935)
Operating profit	10,082,711	6,284,358	10,128,352	6,355,604
Finance costs	(2,447,987)	(87,685)	(2,447,987)	(87,685)
Profit before taxation	7,634,724	6,196,673	7,680,365	6,267,919
Tax charge	(848,446)	(277,344)	(847,996)	(277,344)
Profit for the year	6,786,278	5,919,329	6,832,369	5,990,575
Attributable to:				
Owners of the Company	6,786,739	5,920,041	-	-
Non-controlling interest	(461)	(712)	-	-
	6,786,278	5,919,329	-	-
Other comprehensive income:				
Items that will not be reclassified subsequently to profit or loss:				
Fair value revaluation gain/(loss) on equity instruments designated at FVOCI	30,413,429	26,475,901	30,413,429	26,475,901
Loss on sale of equity investments	-	(230,264)	-	(230,264)
	30,413,429	26,245,637	30,413,429	26,245,637
Total comprehensive income for the year, net of tax	37,199,707	32,164,966	37,245,798	32,236,212
Attributable to:				
Owners of the Company	37,200,168	32,165,678	-	-
Non-controlling interest	(461)	(712)	-	-
	37,199,707	32,164,966	-	-
Basic and diluted earnings per share	110.10	96.04	110.85	97.19

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 31 DECEMBER 2023

Group	Share capital TZS'000	Share premium TZS'000	FVOCI reserve TZS'000	Retained earnings TZS'000	Non controlling interest TZS'000
Year ended 31 December 2023					
At start of year	7,704,354	1,588,635	58,431,696	36,241,506	(712)
Other comprehensive income for the year, net of income tax:					
Profit for the year	-	-	-	6,786,739	(461)
Fair value of disposed equity investments	-	-	900,010	(900,010)	-
Gain in fair value of equity instruments designated at fair value through other comprehensive income	-	-	30,413,429	-	-
Transactions with owners:					
Dividends:					
Final dividend for 2022	-	-	-	(2,650,298)	-
At end of year	7,704,354	1,588,635	89,745,135	39,477,937	(1,173)
Year ended 31 December 2022					
At start of year	7,705,604	1,587,385	48,624,803	15,115,417	-
Other comprehensive income for the year, net of income tax:					
Profit for the year	-	-	-	5,920,041	(712)
Cumulative fair value of disposed equity investments	-	-	(16,438,744)	16,438,744	-
Loss in fair value of equity instruments designated at fair value through other comprehensive income	-	-	26,475,901	-	-
Loss on disposed equity investments	-	-	(230,264)	-	-
Transactions with owners:					
Dividends:					
Interim dividend for 2021	-	-	-	(1,232,697)	-
Adjustment of share register	(1,250)	1,250	-	-	-
At end of year	7,704,354	1,588,635	58,431,696	36,241,505	(712)

STATEMENT OF FINANCIAL POSITION FOR THE YEAR ENDED 31 DECEMBER 2023

	Group 2023 TZS'000	Group 2022 TZS'000	Company 2023 TZS'000	Company 2022 TZS'000
Equity				
Share capital	7,704,354	7,704,354	7,704,354	7,704,354
Share premium	1,588,635	1,588,635	1,588,635	1,588,635
Retained earnings	39,477,937	36,241,505	39,594,100	36,312,039
Fair value through OCI reserve	89,745,135	58,431,696	89,745,135	58,431,696
Equity attributable to owners	138,516,061	103,966,190	138,632,224	104,036,724
Non-controlling interest	(1,173)	(712)	-	-
Total Equity	138,514,888	103,965,478	138,632,224	104,036,724
Non-current liabilities				
Lease liabilities	233,919	-	233,919	-
Borrowings	16,161,905	18,514,286	16,161,905	18,514,286
	154,910,712	122,479,764	155,028,048	122,551,010
REPRESENTED BY				
Non-current assets				
Property and equipment	387,565	62,024	387,565	62,024
Capital work in progress	1,920,542	1,861,864	1,920,542	1,861,864
Right-of-use asset	268,608	27,912	268,608	27,912
Long-term receivable	-	-	2,191,781	1,534,247
Investment in subsidiary	-	-	23,241,234	25
Corporate bonds	202,702	-	202,702	-
Equity investments at FVTOCI	96,877,777	66,464,348	96,877,777	66,464,348
Government securities at amortised cost	34,637,359	34,637,359	34,637,359	34,637,359
	134,294,553	103,053,507	159,727,568	104,587,779
Current assets				
Trade and other receivables	17,916,130	743,905	873,464	1,309,658
Investment property	-	1,754,294	-	-
Inventories	9,549,356	-	-	-
Deposits with financial institutions	-	10,021,918	-	10,021,918
Cash and cash equivalents	611,376	11,949,680	548,007	11,675,220
	28,076,862	24,469,797	1,421,471	23,006,796
Current liabilities				
Lease liabilities	43,136	6,025	43,136	6,025
Borrowings	3,452,381	3,085,714	3,452,381	3,085,714
Provisions	-	608,240	-	608,240
Trade and other payables	1,596,869	161,098	257,607	161,123
Current tax payable	485,556	-	485,106	-
Dividends payable	1,882,761	1,182,463	1,882,761	1,182,463
	7,460,703	5,043,540	6,120,991	5,043,565
Net current assets/(liabilities)	20,616,159	19,426,257	(4,638,591)	17,963,231
	154,910,712	122,479,764	155,088,977	122,551,010

STATEMENT OF CASHFLOWS FOR THE YEAR ENDED 31 DECEMBER 2023

	Group 2023 TZS'000	Group 2022 TZS'000	Company 2023 TZS'000	Company 2022 TZS'000
Operating activities				
Cash from operations	(17,954,794)	(2,709,720)	(2,297,555)	(4,738,449)
Tax paid	(362,890)	(277,344)	(362,890)	(277,344)
Net cash from operating activities	(18,317,684)	(2,987,064)	(2,660,445)	(5,015,793)
Investing activities				
Purchase of equipment	(364,844)	(34,548)	(364,844)	(34,548)
Purchase inventories	(7,795,063)	(1,754,294)	-	-
Capital work in progress	(58,678)	(229,864)	(58,678)	(229,864)
Investment in corporate bond	(202,700)	-	(202,702)	-
Investment in subsidiary	-	-	(23,241,209)	(25)
Purchase of treasury bonds	-	(19,237,163)	-	(19,237,163)
Proceeds from disposal of equity investments	-	16,904,667	-	16,904,667
Liquidation of fixed deposit	600,000	-	600,000	-
Movement in deposits with banks	10,021,918	(10,021,918)	10,021,918	(10,021,918)
Bonds trading income received	50,041	-	50,041	-
Interest income fixed deposit	520,775	144,732	520,775	144,732
Interest income treasury bonds	4,484,137	2,859,920	4,484,137	2,859,920
Interest income corporate bond	12,902	-	12,902	-
Income from dividend income	6,039,217	5,322,391	6,039,217	5,322,391
Interest income account balance	66,598	15,308	66,598	15,308
Net cash from/(used in) investing activities	13,374,301	(6,030,769)	(2,071,845)	(4,276,500)
Financing activities				
Dividends paid	(1,950,000)	(1,114,024)	(1,950,000)	(1,114,024)
Borrowings	(1,985,714)	21,600,000	(1,985,714)	21,600,000
Payment of loan processing fee	(6,018)	(76,464)	(6,018)	(76,464)
Payment of interest on borrowings	(2,424,938)	-	(2,424,938)	-
Interest paid on lease liabilities	-	(11,221)	-	(11,221)
Payment on lease liabilities	(28,253)	(67,612)	(28,253)	(67,612)
Net cash used in financing activities	(6,394,923)	20,330,679	(6,394,923)	20,330,679
Increase/(decrease) in cash and cash equivalents	(11,338,304)	11,312,846	(11,127,213)	11,038,386
Movement in cash and cash equivalents				
At start of year	11,949,680	636,834	11,675,220	636,834
Increase/(Decrease) in cash and cash equivalents	(11,338,304)	11,312,846	(11,127,213)	11,038,386
At end of year	611,376	11,949,680	548,007	11,675,220

BY ORDER OF THE BOARD

Dr. Gideon H Kaunda
Chairman

CPA. George Nchwali
Director