



## FINANCIAL STATEMENTS FOR 6 MONTHS ENDED IN 30TH JUNE 2023

We are excited to present our unaudited results for the first half of 2023, which showcase a significant improvement in the Company's performance compared to the same period in 2022.

Our Total Investment Income reached TZS 2.4 billion, marking a substantial 22.7% increase compared to the corresponding period in 2022. This growth can be attributed to higher dividend and interest income, as well as capital gains derived from securities trading. Concurrently, our operating costs experienced a marginal decline of 0.7%, totaling TZS 478 million, in contrast to a similar timeframe in 2022.

The Company achieved a profit of TZS 1.45 billion, reflecting a 29% surge when compared to a similar period in the preceding year. Furthermore, our total assets expanded by 8% in relation to H1 2022. This growth can be attributed to an increase in the fair value and size of our equity investments. Notably, during H1 2023 the Company ventured into the East African markets to capitalize on opportunities within equities and fixed income.

## STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	H1 2023 TZS '000	H1 2022 TZS '000
Income	1,846,331	1,525,828
Other operating gains (losses)	188,742	161,687
Operating expenses	(477,978)	(481,358)
<b>Operating profit</b>	<b>1,557,095</b>	<b>1,206,157</b>
Finance costs	(102,332)	(78,588)
	<b>1,454,763</b>	<b>1,127,569</b>
<b>Profit for the period</b>	<b>1,454,763</b>	<b>1,127,569</b>
<b>Other comprehensive income:</b>		
<b>Items that will not be reclassified to profit or loss:</b>		
Fair value gain (loss) on equity instruments	1,724,674	3,966,824
Other comprehensive income for the period	1,724,674	3,966,824
<b>Total comprehensive Income for the period</b>	<b>3,179,437</b>	<b>5,094,393</b>
<b>Basic earnings per share</b>	<b>19.94</b>	<b>15.46</b>

## STATEMENT OF FINANCIAL POSITION AS AT 30TH JUNE 2023

	<b>H1 2023</b>	<b>H1 2022</b>
	<b>TZS' 000</b>	<b>TZS' 000</b>
<b>Assets</b>		
<b>Non-Current Assets</b>		
Property, plant and equipment	104,699	133,560
Investment property	221,347	221,347
Right of use assets	31,050	3,255
Intangible assets	3,000	4,500
Other financial instruments-Loans	78,191	85,000
Equity investments	22,485,360	19,839,498
Investment in government securities	13,323,572	13,409,104
Corporate bonds	350,000	-
Deferred tax	(23,890)	(23,890)
	<b>36,573,329</b>	<b>33,672,374</b>
<b>Current Assets</b>		
Trade and other receivables	174,652	55,726
Current tax receivable	347,894	462,249
Cash and cash equivalents	1,025,937	1,093,776
	<b>1,548,483</b>	<b>1,611,751</b>
<b>Total Assets</b>	<b>38,121,812</b>	<b>35,284,125</b>
<b>Equity and Liabilities</b>		
<b>Equity</b>		
Share capital	2,167,952	2,167,952
Total Reserves	10,799,160	9,485,781
Retained Income	22,519,268	20,844,974
	<b>35,486,380</b>	<b>32,498,707</b>
<b>Non-Current Liabilities</b>		
Borrowings	2,157,861	2,396,962
	<b>2,157,861</b>	<b>2,396,962</b>
<b>Current Liabilities</b>		
Trade and other payables	12,569	35,000
Borrowings-CL	123,971	108,603
Dividend	310,428	244,853
Lease Liability	30,603	-
	<b>477,571</b>	<b>388,456</b>
<b>Total Liabilities</b>	<b>2,635,432</b>	<b>2,785,418</b>
<b>Total Equity and Liabilities</b>	<b>38,121,812</b>	<b>35,284,125</b>

## STATEMENT OF CASH FLOWS

	H1 2023 TZS '000	H1 2022 TZS '000
<b>Cash flow from operating activities</b>		
Profit before tax	1,454,763	1,127,569
Adjustment for:		
Depreciation of property, plant and equipment	12,560	16,454
Changes in working capital	315,485	437,049
Tax paid	(60,898)	(219,567)
<b>Net cash (used in) from operating activities</b>	<b>1,721,910</b>	<b>1,361,505</b>
<b>Cash flow from investing activities</b>		
Purchase of property, plant and equipment	-	(10,567)
Movement in other financial instruments	(216,463)	(85,000)
Movement in equity investments	(1,140,156)	(618,834)
Movement in government securities	265,571	(424,000)
<b>Net cash (used in) from investing activities</b>	<b>(1,091,048)</b>	<b>(1,138,401)</b>
<b>Cash flow from financing activities</b>		
Movement in borrowings	(115,110)	(100,627)
Dividends	(20,000)	(40,000)
<b>Net cash (used in) from financing activities</b>	<b>(135,110)</b>	<b>(140,627)</b>
<b>Cash and cash equivalents:</b>		
Net increase/ (decrease) in cash	495,752	82,477
Cash at the beginning of the period	530,185	1,011,299
<b>Cash at the end of the period</b>	<b>1,025,937</b>	<b>1,093,776</b>

## STATEMENT OF CHANGES IN EQUITY

	Share capital TZS '000	Share premium TZS '000	Total share capital TZS '000	Reserve for valuation of Equity Investments TZS '000	Initial Public Offer Cost IPO Cost TZS '000	Retained earnings TZS '000	Total equity TZS '000
<b><u>Previous year</u></b>							
<b>Balance as at the 1st Jan 2022</b>	1,459,153	708,799	2,167,952	5,957,424	(629,662)	19,908,600	27,404,314
Profit for the period						1,127,569	1,127,569
Other comprehensive income				3,966,824			3,966,824
<b>Balance as at 30th June 2022</b>	<b>1,459,153</b>	<b>708,799</b>	<b>2,167,952</b>	<b>9,924,248</b>	<b>(629,662)</b>	<b>21,036,169</b>	<b>32,498,707</b>
<b><u>Current period</u></b>							
<b>Balance as at the 1st January 2023</b>	1,459,153	708,799	2,167,952	9,512,950	(629,662)	21,255,703	32,306,943
Profit for the period						1,454,763	1,454,763
Other comprehensive income				1,724,674			1,724,674
<b>Balance as at the 30th June 2023</b>	<b>1,459,153</b>	<b>708,799</b>	<b>2,167,952</b>	<b>11,237,624</b>	<b>(629,662)</b>	<b>22,710,466</b>	<b>35,486,380</b>

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	Signature	Date
Mr. Joseph Kahungwa <b>Director</b>	Signed	03/08/2023
Ms Magdalene Mkocha <b>Director</b>	Signed	03/08/2023