

**RESULTS FOR THE THE YEAR ENDED 31 MARCH 2019**

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

for the period ended 31 March 2019

	GROUP		COMPANY	
	31 March 2019 unaudited Tz's '000'	30-Sept-2018 Audited Tz's '000'	31 March 2019 unaudited Tz's '000'	30-Sept-2018 Audited Tz's '000'
<b>Revenue</b>	10,251,467	27,656,544	-	-
Cost of sales	(7,743,516)	(18,914,550)	-	-
<b>Gross profit</b>	<b>2,507,951</b>	<b>8,741,994</b>	-	-
Other operating income	112,567	231,815	375,195	700,000
Selling and marketing costs	(1,074,957)	(2,229,631)	-	-
Administrative expenses	(2,070,391)	(3,831,211)	(263,918)	(491,909)
Fair value loss on embedded derivative	-	226,743	-	226,743
Grant amortization	10,139	20,279	-	-
<b>Operating profit / (loss)</b>	<b>(514,600)</b>	<b>3,159,989</b>	<b>111,277</b>	<b>434,834</b>
Finance Costs - net	(310,802)	(1,390,992)	(72,195)	(331,439)
Exchange profit/(Loss)	55,601	-	(40,565)	794,724
Write off of investment in Kiyimbila Tea Packing Co Ltd	(6,410,471)	-	(5,501,827)	-
Profit/(loss) before income tax	(7,180,461)	1,768,997	(5,503,220)	898,118
Income tax credits (expenses)	669,208	-	-	(37,384)
<b>Profit for the year</b>	<b>(7,180,461)</b>	<b>900,708</b>	<b>(5,503,220)</b>	<b>860,734</b>
Statement of Comprehensive income				
Profit/(loss) for the year	(7,180,461)	900,708	(5,503,220)	860,734
Profit / (loss) for the year	(7,180,461)	900,708	(5,503,220)	860,734
<b>(Loss)/ profit attributable to:</b>				
Owners of the parent	(6,619,253)	579,398	0	0
Non-controlling interests	669,208	321,311	0	0
<b>(7,180,461)</b>	<b>900,709</b>	<b>(5,503,220)</b>	<b>860,734</b>	
<b>Other Comprehensive Income:</b>				
Item that will not be reclassified to profit or loss:				
- Gain on revaluation of biological assets	-	-	-	-
- Actuarial gain / (loss): net of tax	-	-	-	-
<b>Total comprehensive income/(loss) for the year</b>	<b>(7,180,461)</b>	<b>900,709</b>	<b>(5,503,220)</b>	<b>860,734</b>
<b>(Loss)/ profit attributable to:</b>				
Owners of the parent	(6,619,253)	579,398	-	-
Non-controlling interests	(561,208)	321,311	-	-
<b>(7,180,461)</b>	<b>900,709</b>			
<b>Dividend:</b>				
Proposed final dividend for the year		<b>300,000</b>		
Earnings per share attributable to the equity holders of the Company during the year (expressed in Tsh per share)				
Basic earnings per share		31.05		
Diluted earnings per share		4.22		

**STATEMENT OF FINANCIAL POSITION**

As at 31 March 2019

	GROUP		COMPANY	
	31 March 2019 unaudited Tz's '000'	30-Sept-2018 Audited Tz's '000'	31 March 2019 unaudited Tz's '000'	30-Sept-2018 Audited Tz's '000'
<b>CAPITAL EMPLOYED</b>				
Share capital	466,431	466,431	466,431	466,431
Share premium	4,048,462	4,048,462	4,048,462	4,048,462
Other reserves	(849,984)	(849,984)	-	-
Properties revaluation reserve	595,507	595,507	-	-
Accumulated earnings / (losses)	(9,035,637)	(11,754,389)	(5,536,187)	(32,967)
<b>Equity attributable to owners of Co.</b>	<b>(4,775,222)</b>	<b>(7,493,973)</b>		
Non-controlling interests	368,191	929,399	(1,021,294)	4,481,926
<b>TOTAL EQUITY</b>	<b>(4,407,031)</b>	<b>(6,564,574)</b>	<b>(1,021,294)</b>	<b>4,481,926</b>
<b>Non-current liabilities</b>				
Borrowings	15,823,393	13,924,988	9,028,011	8,737,864
Deferred capital grant	160,691	170,830	-	-
Deferred income tax liabilities	138,421	138,421	-	-
Investment in subsidiaries	795,889	789,726	5,215	4,222
Retirement benefit obligations	16,888,384	15,002,965	9,033,226	8,742,086
<b>12,481,363</b>	<b>8,438,391</b>	<b>8,011,932</b>	<b>13,224,012</b>	
<b>REPRESENTED BY</b>				
<b>Non-current assets</b>				
Property, plant and equipment	9,912,198	10,010,733		
Intangible asset	-	4,727		
Investment in subsidiaries	795,889	789,726	5,783,271	11,845,034
Loan receivable	407,770	391,628		
Deferred income tax asset	1,995,224	1,995,224		
<b>12,315,180</b>	<b>12,402,312</b>	<b>5,783,271</b>	<b>11,845,034</b>	
<b>Current Assets</b>				
Inventories	9,771,547	5,875,913		
Trade and other receivables	6,127,620	4,638,291	2,482,383	1,684,566
Loan receivable	-	-	-	-
Prepaid land rent	-	7,066	-	-
Cash and cash equivalents	63,906	157,598	18,130	13,308
Tax recoverable	377,013	401,701	372,275	372,726
<b>16,340,085</b>	<b>11,080,569</b>	<b>2,872,788</b>	<b>2,070,148</b>	
<b>Current liabilities</b>				
Embedded derivative	123,711	123,711	123,711	123,711
Borrowings	8,658,450	10,170,805		
Trade and other payables	16,173,911	15,044,490	520,416	667,458
			644,127	691,169
<b>16,956,072</b>	<b>(3,963,921)</b>	<b>2,228,061</b>	<b>1,378,979</b>	
<b>Net current liabilities</b>	<b>(615,987)</b>	<b>(1,883,352)</b>	<b>(455,283)</b>	<b>(308,831)</b>
<b>12,481,364</b>	<b>8,438,391</b>	<b>8,011,932</b>	<b>13,224,012</b>	

**STATEMENT OF CASH FLOWS**

for the period ended 31 March 2019

	GROUP		COMPANY	
	31 March 2019 unaudited Tz's '000'	30-Sept-2018 Audited Tz's '000'	31 March 2019 unaudited Tz's '000'	30-Sept-2018 Audited Tz's '000'
<b>Cash from Operating Activities</b>				
Profit/(loss) before tax	(7,180,461)	1,768,997	(5,503,220)	898,118
Adjustments for:				
Fair value loss on embedded derivatives	-	(226,742)	-	(226,742)
Depreciation	316,804	655,418	-	-
Amortisation of deferred capital grant	9,288	(20,279)	-	-
Amortisation of prepaid land rent	-	(322)	-	-
Employees Gratuity	94,800	(122,082)	-	-
Interest Expenses	598,635	1,095,438	71,388	167,438
Interest income	-	-	167,438	(193,475)
Tax adjustment	-	-	-	-
Gain on disposal of property, plant & equipment	-	(8,729)	-	-
Unrealised exchange loss on terms loans	95,303	295,554	47,892	164,002
Other noncash (investment in KTFC W/C)	6,950,979	116,534	5,501,827	-
Changes in working capital:				
Loans from related parties	-	-	-	2,201,314
Inventories	(3,971,324)	(1,100,417)	-	-
Receivables	(147,631)	(2,231,257)	(197,966)	(557,366)
Payables	2,537,822	(1,006,501)	(59,589)	(229,932)
<b>Cash generated from operating activities</b>	<b>(704,786)</b>	<b>(793,389)</b>	<b>(139,668)</b>	<b>2,223,356</b>
Interest paid	(787,605)	(1,095,438)	(74,950)	(167,438)
Income tax paid	(928,724)	-	-	(68,673)
<b>Net cash generated/(utilised) in/ from Operating activities</b>	<b>(1,492,390)</b>	<b>(2,815,551)</b>	<b>(214,617)</b>	<b>1,987,246</b>
<b>Cash flow from investing activities</b>				
Purchase of property, plant and equipment	(336,096)	(358,187)	-	-
Investment in Subsidiaries	-	-	-	(3,192,870)
Repayment of loan advanced to Moravian	(16,144)	49,763	-	-
Loans to third parties	-	-	-	-
Proceeds from sale of property, plant & equipment	-	-	-	-
Net cash (utilized) in/ (generated) from investing activities	(352,240)	(308,424)	-	(3,192,870)
<b>Cash flow from Financing Activities</b>				
Proceeds from borrowings	1,248,093	(1,026,356)	219,441	1,057,915
Repayment of borrowings	-	-	-	-
Cash used for purchase of shares	-	-	-	-
Effects of exchange rates on loan	-	144,333	-	135,597
Proceeds from issue of shares	-	1,374,947	-	-
Dividends paid	-	-	-	-
<b>Net cash flow from Financing Activities</b>	<b>1,248,093</b>	<b>492,924</b>	<b>219,441</b>	<b>1,193,512</b>
<b>Net movement in cash and cash equivalents</b>	<b>(996,537)</b>	<b>(2,631,051)</b>	<b>4,824</b>	<b>(12,112)</b>
<b>Cash and cash equivalents at start of period</b>	<b>(7,535,282)</b>	<b>(5,662,362)</b>	<b>13,305</b>	<b>25,417</b>
<b>Cash and cash equivalents at end of period</b>	<b>(8,131,819)</b>	<b>(8,293,413)</b>	<b>18,129</b>	<b>13,305</b>

**STATEMENT OF CHANGES IN EQUITY**

for the period ended 31 March 2019

	Share capital		Share premium		Accum. Losses		Properties revaluation reserve		Other reserves		Non-controlling interests		Total
	Tz's '000'	Tz's '000'	Tz's '000'	Tz's '000'	Tz's '000'	Tz's '000'	Tz's '000'	Tz's '000'	Tz's '000'	Tz's '000'	Tz's '000'		
<b>At start of year</b>	466,431	4,048,462	(12,347,125)	608,845	(838,250)	(510,940)	-	-	-	-	-	(8,572,577)	
<b>At start of year</b>	466,431	4,048,462	(11,754,389)	608,845	(863,322)	929,399	-	-	-	-	-	(6,564,574)	
Comprehensive income	-	-	579,398	-	-	(6,619,253)	(561,208)	-	-	-	-	(7,180,461)	
Profit/(Loss) for the period	-	-	-	-	-	-	-	-	-	-	-	-	
Other comprehensive income	-	-	-	-	-	-	-	-	-	-	-	-	
Sale of Kiyimbila Tea Co Adjustment	-	-	9,338,005	-	-	-	-	-	-	-	-	9,338,005	
<b>As at 31 March 2019</b>	<b>466,431</b>	<b>4,048,462</b>	<b>(9,035,637)</b>	<b>608,845</b>	<b>(863,322)</b>	<b>368,190</b>	<b>(4,407,031)</b>						
<b>For the year ended</b>													
30 September 2018													
At start of year	466,431	4,048,462	(12,347,125)	608,845	(838,250)	(510,940)	-	-	-	-	-	(8,572,577)	
Comprehensive income	-	-	579,398	-	-	(6,619,253)	(561,208)	-	-	-	-	(7,180,461)	
Profit/(Loss) for the year	-	-	-	-	-	-	-	-	-	-	-	-	
Other comprehensive income	-	-	-	-	-	-	-	-	-	-	-	-	
Amortisation	-	-	-	-	-	13,338	-	-	-	-	-	13,338	
Changes in ownership of subsidiary	-	-	-	-	-	(11,734)	1,419,028	-	-	-	-	1,407,294	
Final dividend	-	-	-	-	-	(300,000)	(300,000)	-	-	-	-	(600,000)	
<b>As at 30 September 2018</b>	<b>466,431</b>	<b>4,048,462</b>	<b>(11,754,389)</b>	<b>608,845</b>	<b>(863,322)</b>	<b>929,399</b>	<b>(6,564,574)</b>						
<b>Company</b>													
Share capital													
Share premium													
Retained earnings													
<b>Total</b>													
<b>31 March 2019</b>													
At start of year	466,431	4,048,462	(32,968)	-	-	-	-	-	-	-	-	4,481,926	
Comprehensive income	-	-	(5,503,220)	-	-	-	-	-	-	-	-	(5,503,220)	
Loss for the period	-	-	-	-	-	-	-	-	-	-	-	-	
Actual loss net of tax	-	-	-	-	-	-	-	-	-	-	-	-	
<b>As at 31 March 2019</b>	<b>466,431</b>	<b>4,048,462</b>	<b>(5,536,188)</b>									<b>(1,021,295)</b>	
<b>30 September 2018</b>													
At start of year	466,431	4,048,462	(893,702)	-	-	-	-	-	-	-	-	3,621,190	
Comprehensive income	-	-	-	-	-	-	-	-	-	-	-	-	
Profit / (loss) for the year	-	-	860,734	-	-	-	-	-	-	-	-	860,734	
<b>As at 30 September 2018</b>	<b>466,431</b>	<b>4,048,462</b>	<b>(32,968)</b>									<b>4,481,924</b>	

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

Ms Nicole Monique Verjus  
Company Secretary  
Tatepa Limited  
P.O. Box 1344,  
Dar es Salaam.  
03 May 2019

