

DAR ES SALAAM STOCK EXCHANGE PLC

DECLARATION OF DIVIDEND FOR THE FINANCIAL YEAR ENDING 31st DECEMBER 2019

The Board of Directors of Dar es Salaam Stock Exchange PLC (DSE) is delighted to announce that the Annual General Meeting (AGM) of shareholders held on 12th June, 2020, approved the audited Financial Statements and declaration of dividend of TZS 74.46 per issued and fully paid up shares in line with the DSE's Dividend Policy. The total dividend of TZS 1.77 billion will be paid out. The declared dividend is 50% of the net profit generated in year 2019.

Pursuant to the dividend payment declaration, the timetable for dividend payment shall be as follows:

Announcement of Dividend Payment:	12 th June, 2020
Trading of Shares cum Dividend:	12 th June – 2nd July, 2020
Trading of Shares Ex-Dividend:	3 rd July, 2020 onwards
Closure of the Members Register:	8 th July, 2020
Dividend Payment on/or about:	14 th August, 2020

Dividend will be paid directly to shareholders bank accounts or mobile wallet, for those who have provided banking information or telephone numbers. Shareholders are requested to communicate their bank account/mobile wallet information to the Registrar:

CSD & Registry Company Limited (CSDR),
 2nd Floor, Kambarage House, 6 Ufukoni Street,
 P.O. Box 70081,
 DAR ES SALAAM.

Telephone: 0746160516 / 0677070414
 Email: registrar@csdr.co.tz

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

	Group		Company	
	Year ended 31 December 2019 TZS'000	Year ended 31 December 2018 TZS'000	Year ended 31 December 2019 TZS'000	Year ended 31 December 2018 TZS'000
Revenue	6,408,667	4,639,823	4,882,850	3,644,338
Other income	344,236	416,345	342,290	411,296
Information technology costs	(636,207)	(286,625)	(480,870)	(246,637)
Staff costs	(2,628,436)	(2,255,124)	(2,012,198)	(1,841,165)
Office rent	(23,042)	(290,515)	(20,161)	(254,200)
Depreciation and amortisation	(226,191)	(279,729)	(210,712)	(273,119)
Charge of impairment of trade receivables	(39,389)	(5,744)	(16,773)	(5,570)
Other expenses	(1,151,371)	(1,476,564)	(855,545)	(1,201,238)
Operating profit	2,048,267	461,867	1,628,881	233,705
Finance income	1,638,052	1,369,981	1,599,308	1,351,793
Operating profit before tax	3,686,319	1,831,848	3,228,189	1,585,498
Income tax expense	(138,339)	(74,160)	-	-
Net profit for the year	3,547,980	1,757,688	3,228,189	1,585,498
Other comprehensive income				
Revaluation loss	(129,209)	-	(129,209)	-
Total comprehensive income	3,418,771	1,757,688	3,098,980	1,585,498
Basic earnings per share (TZS)	148.92	73.78	135.50	66.55
Diluted earnings per share (TZS)	148.92	73.78	135.50	66.55

STATEMENT OF FINANCIAL POSITION

	Group		Company	
	2019 TZS'000	2018 TZS'000	2019 TZS'000	2018 TZS'000
ASSETS				
Non-current assets				
Property and equipment	259,354	406,923	249,521	395,818
Non-current prepayment	2,819,584	2,819,584	2,819,584	2,819,584
Intangible asset	86,726	103,672	55,966	61,004
Leasehold land and building	331,000	463,957	331,000	463,957
Investment in subsidiary	-	-	100,000	100,000
Deferred tax asset	4,744	66	-	-
	3,501,408	3,794,202	3,556,071	3,840,363
Current assets				
Trade receivables	1,018,408	597,056	724,955	450,074
Other receivables	162,167	116,070	395,283	128,437
Government securities	3,264,952	5,816,599	3,264,952	5,816,599
Short term deposits	16,422,335	11,528,774	15,603,078	11,528,774
Cash and cash equivalents	183,214	388,828	177,475	18,117
Restricted bank balance	5,596	8,207	5,596	8,207
	21,056,672	18,455,534	20,171,339	17,950,208
TOTAL ASSETS	24,558,080	22,249,736	23,727,410	21,790,571
EQUITY AND LIABILITIES				
Equity				
Share capital	9,529,608	9,529,608	9,529,608	9,529,608
Share premium	1,850,374	1,850,374	1,850,374	1,850,374
Retained earnings	10,445,695	7,773,326	9,786,009	7,433,431
Revaluation surplus	198,753	331,195	198,753	331,195
Car loan fund	35,000	35,000	35,000	35,000
	22,059,430	19,519,503	21,399,744	19,179,608
Non-current liabilities				
Grants	1,102,316	1,337,308	1,102,316	1,337,308
	1,102,316	1,337,308	1,102,316	1,337,308
Current liabilities				
Borrowing	-	150,000	-	150,000
Contract Liabilities	682,942	566,033	682,942	566,033
Trade and other payables	706,750	634,602	542,408	557,622
Current income tax	6,642	42,290	-	-
	1,396,334	1,392,925	1,225,350	1,273,655
TOTAL EQUITY AND LIABILITIES	24,558,080	22,249,736	23,727,410	21,790,571

STATEMENT OF CASH FLOWS

	Group		Company	
	31 December 2019 TZS'000	31 December 2018 TZS'000	31 December 2019 TZS'000	31 December 2018 TZS'000
OPERATING ACTIVITIES				
Profit before taxation	3,686,319	1,831,848	3,228,189	1,585,498
<i>Adjustment to reconcile profit before tax to net cash flows:</i>				
Depreciation and amortisation	226,192	279,729	210,712	273,119
Amortisation of grant	(234,992)	(375,260)	(234,992)	(375,260)
Interest income	(1,638,052)	(1,369,981)	(1,599,308)	(1,351,793)
Income tax paid	(178,665)	(102,986)	-	-
Cash flows before changes in working capital items	1,860,802	263,350	1,604,601	131,564
<i>Changes in working capital items:</i>				
Trade receivables	(421,352)	626,577	(274,881)	540,773
Other receivables	(46,097)	76,999	(266,846)	184,940
Contract liabilities	116,909	(88,261)	116,909	(88,261)
Cash held in restricted deposits	2,611	8,018	2,611	8,018
Trade and other payables	72,148	350,675	(15,214)	318,182
Net cash flows generated from operating activities	1,585,021	1,237,358	1,167,180	1,095,216
INVESTING ACTIVITIES				
Investment in short term deposits	(4,893,561)	147,933	(4,074,304)	147,933
Investment in government securities	2,551,647	(1,638,418)	2,551,647	(1,638,414)
Interest received - short term deposits	1,638,052	1,369,981	1,599,308	1,351,793
Purchase of intangibles	(21,981)	(88,484)	(21,981)	(40,858)
Prepayment for acquisition of office space	-	(42,817)	-	(42,817)
Purchase of property and equipment	(35,948)	(64,578)	(33,648)	(52,673)
Net cash flows (used in)/ generated from investing activities	(761,791)	(316,383)	21,022	(275,036)
FINANCING ACTIVITIES				
Dividend paid	(878,844)	(1,381,792)	(878,844)	(1,381,792)
Payment of short-term borrowing	(150,000)	-	(150,000)	-
Repayment of short-term borrowing	-	150,000	-	150,000
Net cash flows used in financing activities	(1,028,844)	(1,231,792)	(1,028,844)	(1,231,792)
Net (decrease)/increase in cash and cash equivalents	(205,614)	(310,817)	159,358	(411,612)
Cash and cash equivalents at start of the period	388,828	699,645	18,117	429,729
Cash and cash equivalent at year end	183,214	388,828	177,475	18,117