

SWISSPORT TANZANIA PLC UN-AUDITED FINANCIAL RESULTS FOR SIX MONTHS ENDED 30 JUNE 2015

Commentary

The Board of Directors of **Swissport Tanzania Plc** is pleased to present the un-audited financial results for the six months ended on 30 June 2015. During this period the number of flights and volume of cargo handled grew by 9% and 3% respectively when compared to the same period last year. The total revenue increased by 26% while operating costs went up by 17%. Profit before tax rose by 43% from TShs 6,963M to TShs 9,937M. This good result was largely driven by forex exchange gains and further enhanced by additional aircraft movements, use of bigger aircraft by our customer airlines, increased cargo volumes and improved operational efficiency.

Full migration into our new import cargo warehouse, which was envisaged to be in August 2015, will now happen in October 2015 due to unforeseen construction challenges. Our corporate office will move to the new facility in November 2015 as planned.

Dividend to shareholders

The Board is delighted to announce an interim dividend of TShs 5,574M or TShs 154.84 per issued and fully paid share (2014 - TShs 3,927M or TShs 109.07 per share). Pursuant to this declaration, the share register will be closed on 28 September 2015 and the last day of trading cum dividend shall be on 22 September 2015. The interim dividend will be paid out on or about 27 November, 2015.

Future outlook

The prospects of the performance of our airline customers indicate a slight increase in the number of flights while cargo volumes are expected to remain constant or slightly increase. To cope with the changing and demanding business environment, several strategies and plans including continued investment in ground handling equipment and human resources development have been put in place. Generally, we are optimistic that the good performance will be sustained during the remaining part of the year.

The Board wishes to express its appreciation to customers, employees, management, shareholders and the government for their continued support.



Juan Jose Andres Alvez
Board Chairman

STATEMENT OF PROFIT AND LOSS AND OTHER COMPREHENSIVE INCOME For Six Months Ended 30 June 2015	2015 TShs M	2014 TShs M	Change %
Revenue	25,353	20,074	26%
Other operating income	-	17	-100%
Total revenue	25,353	20,091	26%
Total operating expenses	15,003	12,775	17%
Operating profit	10,350	7,316	41%
Finance costs	413	353	17%
Profit before income tax	9,937	6,963	43%
Income tax expense	2,969	2,055	44%
Profit for the period	6,968	4,908	42%
Other comprehensive income	-	-	
Total comprehensive income for the year	6,968	4,908	42%
Earnings per share	193.56	136.33	42%
Dividend per share	154.84	109.07	42%


STATEMENT OF CASH FLOWS For Six Months Ended 30 June 2015	2015 TShs M	2014 TShs M
Profit before income tax	9,937	6,963
Adjustment for:		
Depreciation of property and equipment	1,000	906
Provision for retirement benefit obligations	414	374
Working capital adjustment		
Decrease/(increase) in inventories	17	(42)
Increase in trade and other receivables	(850)	(296)
Decrease in trade and other payables	(1,393)	(1,415)
Retirement benefit obligations paid	(129)	(209)
Income tax paid	(2,880)	(1,924)
Cash generated from operating activities	6,116	4,357
Investing activities		
Purchase of property and equipment	(3,861)	(3,103)
Cash used in investing activities	(3,861)	(3,103)
Financing activities		
Dividends paid to Company's shareholders	(3,312)	(3,179)
Cash used in financing activities	(3,312)	(3,179)
Net increase in cash and cash equivalents	(1,057)	(1,925)
Cash and cash equivalents at 1 January	6,130	8,229
Cash and cash equivalents at 30 June	5,073	6,304

STATEMENT OF FINANCIAL POSITION As At	TShs M 30 Jun 15	TShs M 31 Dec 14	Change %
ASSETS			
Non-current assets			
Property and equipment	18,167	15,012	21%
Deferred income tax assets	297	1,150	-74%
Staff receivables	-	97	-100%
	18,464	16,259	14%
Current assets			
Inventories	249	266	-6%
Trade and other receivables	6,091	5,144	18%
Cash and cash equivalents	5,073	6,130	-17%
	11,413	11,540	-1%
Total assets	29,877	27,799	7%
EQUITY AND LIABILITIES			
Equity			
Share capital	360	360	0%
Retained earnings	19,400	19,619	-1%
	19,760	19,979	-1%
Non-current liabilities			
Retirement benefit obligations	3,996	3,595	11%
	3,996	3,595	11%
Current liabilities			
Trade and other payables	2,741	4,134	-34%
Dividend payable to SPI	3,112	-	100%
Income tax payable	268	91	195%
	6,121	4,225	45%
Total equity and liabilities	29,877	27,799	7%




New Import Cargo Facility in the making at JNIA.

From landing to take-off: we care !



Juan Jose Andres Alvez
Board Chairman



Gaudence Kilasara Temu
Chief Executive Officer



Mrisho Yassin
Chief Financial Officer