

SWISSPORT TANZANIA PLC UNAUDITED FINANCIAL RESULTS FOR THE SIX MONTHS ENDED 30 JUNE 2022

Commentary

The Board of Directors of Swissport Tanzania Plc. hereby publishes unaudited financial results for the period of six months ended 30 June 2022. Total revenue during the period increased by 25% from TShs 14,242 million to TShs 17,763 million, and total operating cost increased by 10% from TShs 13,879 million to TShs 15,202 million. Consequently, the Company reports a net profit of TShs 2,152 million compared to a net profit of TShs 174 million reported in June 2021. This performance is attributed to significant business recovery from the impact of COVID 19 and continued cost cutting measures implemented by the management to sustain profitability of the business.

Dividend to Shareholders

The Board has not declared an interim dividend to enable the Company to implement its 2022 investment plan and settle its maturing obligations.

STATEMENT OF PROFIT AND LOSS For the Six Months Ended 30 June	2022 TShs M	2021 TShs M	% Change
Revenue	17,478	13,977	25%
Other operating income	285	265	8%
Total revenue	17,763	14,242	25%
Total operating expenses	15,202	13,879	10%
Operating profit	2,561	363	606%
Finance costs	409	189	116%
Profit before income tax	2,152	174	1137%
Income tax expense	-	-	-
Profit for the period	2,152	174	1137%
 Earnings per share	 59.78	 4.83	 1137%

STATEMENT OF FINANCIAL POSITION As At 30 June	2022 TShs M	2021 TShs M	% Change
ASSETS			
Non-current assets			
Intangible asset	12,272	13,402	(8%)
Property and equipment	13,926	15,203	(8%)
Right of use of assets	3,513	1,625	116%
Deferred tax assets	1,050	1,421	(26%)
Staff receivables	191	171	12%
	30,952	31,822	(3%)
Current assets			
Inventories	440	497	(11%)
Trade and other receivables	3,700	6,617	(44%)
Income tax recoverable	1,983	1,983	0%
Cash and cash equivalents	8,799	8,118	8%
	14,922	17,215	(13%)
Total assets	45,874	49,037	(6%)
EQUITY AND LIABILITIES			
Equity			
Share capital	360	360	0%
Retained earnings	31,371	28,195	11%
Total equity	31,731	28,555	11%
Non-current liabilities			
Retirement benefit obligations	1,719	1,700	1%
Lease liabilities (long term)	2,685	1,611	67%
Related party Loan (long term)	-	1,507	(100%)
	4,404	4,818	(9%)
Current liabilities			
Related party loan (short term)	1,589	2,389	(33%)
Trade and other payables	7,162	12,546	(43%)
Lease liabilities (short term)	988	729	36%
	9,739	15,664	(38%)
Total equity and liabilities	45,874	49,037	(6%)




Future Outlook

The Recovery of both ground handling and cargo services business has been consistent to the management expectations, it is therefore envisaged that stable and solid operational and financial performance will be sustained for the remainder of the year 2022. Measures are taken to enhance operational performance through investment in human resources, ground support equipment, warehouse facilities, processes, training, and technology to support strong business recovery to the satisfaction of our esteemed airline customers.

Appreciation and commitment

The Board would like to thank all customers, authorities and other stakeholders for their continued support and our employees for their hard work.


Dirk Goovaerts
Board Chairman

STATEMENT OF CASH FLOWS For Period Ended 30 June	2022 TShs M	2021 TShs M
Cash flows from operating activities		
Profit before income tax	2,152	174
Adjustment for:		
Depreciation of property and equipment	1,370	1,233
Amortization of intangible assets	1,155	1,108
Depreciation of right of use assets	375	380
Interest expense on lease liabilities	113	59
Interest expense on loan	141	81
Provision for retirement benefit obligations	155	198
Adjustments for:		
Inventories	57	(73)
Trade and other receivables	2,917	(2,974)
Trade and other payables	(3,475)	3,483
Cash generated from operating activities	4,960	3,669
Retirement benefits paid	(74)	(1,385)
Interest paid on lease liability	(113)	(60)
Interest paid on loan	(211)	(141)
Net cash from operating activities	4,562	2,083
Cash flows from investing activities		
Acquisition of property and equipment and intangible asset	(442)	(926)
Net cash used in investing activities	(442)	(926)
Cash flows from financing activities		
Proceeds from loan	-	4,595
Repayment of Loan	(1,166)	(699)
Dividends paid to the Company's shareholders	(1,909)	-
Payment of lease liabilities	(364)	(456)
Net cash (used in)/from financing activities	(3,439)	3,440
Net increase in cash and cash equivalents	681	4,597
Movement in cash and cash equivalent		
Increase in cash and cash equivalents	681	4,597
Cash and cash equivalents at 1 July	8,118	3,521
Cash and cash equivalents at 30 June	8,799	8,118



From landing to take-off: we care !


Dirk Goovaerts
Board Chairman


Mrisho Yassin
Chief Executive Officer


Imani Mtaya
Chief Financial Officer