

The directors of Sameer Africa PLC wish to announce the unaudited group results for six months ended 30th June 2021.

**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE 6 MONTHS ENDED 30 JUNE 2021**

	2021 KShs '000'	2020 KShs '000'
Revenue	323,171	440,982
Cost of sales	(42,099)	(314,589)
<b>Gross profit</b>	<b>281,072</b>	<b>126,393</b>
Other operating income	3,784	7,130
Operating expenses	(58,404)	(128,403)
<b>Operating profit</b>	<b>226,452</b>	<b>5,120</b>
Finance costs (net)	(29,326)	(44,487)
Share of profit of equity accounted investee (net of income tax)	5,505	10,080
<b>Profit/ (loss) before income tax</b>	<b>202,631</b>	<b>(29,287)</b>
Income tax charge	(48,169)	(29,268)
<b>Profit/(loss) for the period</b>	<b>154,462</b>	<b>(58,555)</b>
<b>Other comprehensive income (net of tax)</b>	<b>4,772</b>	<b>(4,890)</b>
<b>Total comprehensive income for the period</b>	<b>159,234</b>	<b>(63,445)</b>
<b>Earnings per share:</b>		
Basic and diluted (KShs)	<b>0.58</b>	<b>(0.23)</b>

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2021**

	30 June 2021 KShs '000'	31 December 2020 KShs '000'	30 June 2020 KShs '000'
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment	30,345	29,429	83,418
Investment properties	552,181	524,894	451,891
Equity accounted investee	174,612	169,108	162,691
Other non-current assets	336	338	340
<b>Total non-current assets</b>	<b>757,474</b>	<b>723,768</b>	<b>698,340</b>
<b>Current assets</b>	<b>448,580</b>	<b>321,973</b>	<b>350,859</b>
<b>TOTAL ASSETS</b>	<b>1,206,054</b>	<b>1,045,741</b>	<b>1,049,199</b>
<b>EQUITY</b>			
Share capital	1,391,712	1,391,712	1,391,712
Retained earnings	(950,430)	(1,104,892)	(1,206,923)
Translation reserve	(167,332)	(172,104)	(179,121)
<b>Total equity</b>	<b>273,949</b>	<b>114,716</b>	<b>5,668</b>
<b>LIABILITIES</b>			
<b>Non-current liabilities</b>	<b>729,002</b>	<b>749,473</b>	<b>590,482</b>
<b>Current liabilities</b>	<b>203,103</b>	<b>181,552</b>	<b>453,049</b>
<b>Total liabilities</b>	<b>932,105</b>	<b>931,025</b>	<b>1,043,531</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>1,206,054</b>	<b>1,045,741</b>	<b>1,049,199</b>

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE SIX MONTHS ENDED 30 JUNE 2021**

	Share Capital Kshs '000'	Retained Earnings Kshs '000'	Translation Reserve Kshs '000'	Total Kshs '000'
<b>2021</b>				
At 1 January 2021	1,391,712	(1,104,892)	(172,104)	114,716
Total comprehensive income	-	154,462	4,772	159,234
<b>At 30 June 2021</b>	<b>1,391,712</b>	<b>(950,430)</b>	<b>(167,332)</b>	<b>273,950</b>
<b>2020</b>				
At 1 January 2020	1,391,712	(1,148,368)	(174,231)	69,113
Total comprehensive income	-	(58,555)	(4,890)	(63,445)
<b>At 30 June 2020</b>	<b>1,391,712</b>	<b>(1,206,923)</b>	<b>(179,121)</b>	<b>5,668</b>

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE 6 MONTHS ENDED 30 JUNE 2021**

	2021 KShs '000'	2020 KShs '000'
<b>Cash generated in operating activities</b>	<b>197,363</b>	<b>372,435</b>
Interest paid	(31,333)	(35,905)
Income tax paid	(7,552)	(14,090)
<b>Net cash generated from operating activities</b>	<b>158,478</b>	<b>322,440</b>
<b>Net cash used in investing activities</b>	<b>(26,506)</b>	<b>(32,570)</b>
<b>Net cash used in financing activities</b>	<b>(16,187)</b>	<b>-</b>
<b>Increase in cash and cash equivalents</b>	<b>115,785</b>	<b>289,870</b>
<b>Movement in cash and cash equivalents:</b>		
At the start of the period	63,801	(386,878)
<b>At the end of the period</b>	<b>179,586</b>	<b>(97,008)</b>

**BUSINESS COMMENTARY**

Group revenue for the period was Kshs 323 million which was a 27% decline from Kshs 441 million reported for the first half of 2020 reflecting the gradual re-entry into the tyre business.

Group overheads for the period reduced to Kshs 58 million as compared to Kshs 128 million during the first half of 2020, with the group maintaining the lean operating model adopted in 2020.

Total comprehensive income for the period was Kshs 159 million a significant increase from the loss of Kshs 63 million reported for the same period last year.

**2021 OUTLOOK**

The profitability trend of the first half is expected to be maintained for the remainder of the year.

**DIVIDEND**

The directors do not recommend the payment of an interim dividend.

**BY ORDER OF THE BOARD**

Sheba Mohamed  
Company Secretary

