

INTERIM STATEMENT TO SHAREHOLDERS GROUP UN-AUDITED RESULTS FOR THE SIX (6) MONTH PERIOD ENDED 30th JUNE 2020

CONSOLIDATED STATEMENT OF PROFIT OR LOSS FOR THE SIX (6) MONTH PERIOD ENDED 30 JUNE 2020

	30-Jun-20 Kshs'000	30-Jun-19 Kshs'000
Turnover	1,999,164	2,527,203
Cost of sales	(1,422,762)	(1,711,341)
Gross Profit	576,402	815,862
Net other income	48,806	1,277,960
Operating expenses	(675,045)	(850,716)
Loss/(profit) from operations	(49,837)	1,243,106
Depreciation & Impairment	(368,824)	(302,787)
Forex (losses)/gains	(418,148)	3,143
Finance costs	(522,703)	(325,466)
Loss/(profit) before income tax	(1,359,512)	617,996
Income tax charge	(33,963)	(320,354)
Loss/(profit) for the period	(1,393,475)	297,642
Loss/(profit) for the period attributable to:		
Equity holders of parent company	(1,173,602)	118,851
Non-controlling interest	(219,873)	178,791
Profit/(loss) for the period	(1,393,475)	297,642
Basic and diluted EPS (KShs/Share)	(3.13)	0.32

CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE SIX (6) MONTH PERIOD ENDED 30 JUNE 2020

	30-Jun-20 Kshs'000	31-Dec-19 Kshs'000
Cash used in operations	(263,654)	(444,298)
Income taxes paid	(1,244)	(12,277)
Gratuity paid	-	(2,895)
Lease interest paid	-	(1,084)
Net cash flows used in operating activities	(264,898)	(460,554)
Net cash flows (used in)/generated from investing activities	(3,368)	26,272
Net cashflows from financing activities	205,716	491,341
Net increase in cash and cash equivalents	(62,550)	57,059
Cash and cash equivalents at 1 January	225,489	168,430
Cash and cash equivalents at	162,939	225,489

CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2020

	31-Dec-20 Kshs'000	31-Dec-19 Kshs'000
Assets		
Non-current assets	8,624,121	8,805,974
Current assets	3,930,676	4,200,510
Total assets	12,554,797	13,006,484
Equity and liabilities		
Share capital	187,601	187,601
Reserves	(8,908,929)	(7,765,432)
Non-controlling interest	309,582	443,097
Non-current liabilities	6,254,040	5,043,183
Current liabilities	14,712,503	15,098,035
Total equity and liabilities	12,554,797	13,006,484

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE SIX (6) MONTH PERIOD ENDED 30 JUNE 2020

	30-Jun-20 Kshs'000	31-Dec-19 Kshs'000
Share capital	187,601	187,601
Share premium	1,873,089	1,873,089
Reserves	(10,782,018)	(9,638,521)
Total equity attributable to equity holders of company	(8,721,328)	(7,577,831)
Non-controlling interest	309,582	443,097
Total Equity	(8,411,746)	(7,134,734)

TransCentury PLC ("TC" or "Group") is pleased to announce the un-audited financial results for the six (6) month period ended 30th June 2020 ("HI-2020 results").

Key Highlights

The Group's performance in the 1st half of 2020 was impacted by the effects of COVID-19 pandemic which disrupted demand and global supply chains, resulting in a 21% decline in revenue as compared to the same period in 2019. In addition, it is worth noting that in the same period in 2019, the Group had a one-off gain in other income due to a write back on a loan restructured at East African Cables PLC, without which HI-2020 results recorded a significant growth. On the other hand, the Group continued to deliver on its commitment to enhance efficiencies by recording a 20% savings in operating expenses in line with our strategic plan.

Dividends

The Board does not recommend payment of an Interim dividend.

Outlook

The slow down of economic activities globally due to the COVID-19 pandemic inevitably negatively impacted the 1st half of 2020 for the Group. However, our businesses demonstrated resilience by responding with innovation and adopting to the changes in the market resulting in an uplift towards the end of the year and we are confident that the rebound seen in the second half of the year will mitigate the effects on the HI-2020 results.

The Board and Management have put in place measures to mitigate the effects of the pandemic and we remain focussed on execution of initiatives in line with our strategic plan.

By Order of the Board

Virginia Ndunge

Company Secretary

14th May 2021