

SAMEER AFRICA PLC UNAUDITED FINANCIAL RESULTS FOR THE SIX MONTHS ENDED 30th JUNE 2019

The directors of Sameer Africa PLC wish to announce the unaudited group results for six months ended 30th June 2019.

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE 6 MONTHS ENDED 30 JUNE 2019

	2019 KShs'000	2018 KShs'000
Revenue	930,234	1,162,387
Cost of sales	(721,040)	(817,488)
Gross profit	209,194	344,899
Other operating income	337	11,660
Operating expenses	(338,542)	(352,758)
Operating (loss)/profit	(129,011)	3,801
Finance costs (net)	(42,515)	(30,407)
Share of profit of equity accounted investees (net of income tax)	9,425	7,838
Loss before income tax	(162,101)	(18,768)
Income tax (charge)/credit	(20,693)	7,190
Loss for the period	(182,794)	(11,578)
Other comprehensive income (net of tax)	1,081	(25,514)
Total comprehensive income for the period	(181,713)	(37,092)
Earnings per share:		
Basic and diluted (KShs)	(0.66)	(0.04)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2019

	30 June 2019 KShs '000	31 December 2018 KShs '000	30 June 2018 KShs '000
ASSETS			
Non-current assets			
Property, plant and equipment	302,909	357,435	503,461
Investment properties	436,004	422,836	290,264
Equity accounted investee	146,900	137,475	141,286
Other non-current assets	369,902	369,904	416,601
Total non-current assets	1,255,715	1,287,650	1,351,612
Current assets	904,152	1,268,805	1,898,729
TOTAL ASSETS	2,159,867	2,556,455	3,250,341
EQUITY			
Share capital	1,391,712	1,391,712	1,391,712
Retained earnings	(269,217)	(86,423)	599,473
Translation reserve	(174,630)	(175,711)	(190,423)
Total equity	947,865	1,129,578	1,800,762
LIABILITIES			
Non-current liabilities	52,767	63,366	101,345
Current liabilities	1,159,235	1,363,511	1,348,234
Total liabilities	1,212,002	1,426,877	1,449,579
TOTAL EQUITY AND LIABILITIES	2,159,867	2,556,455	3,250,341

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE SIX MONTHS ENDED 30 JUNE 2019

	Share capital KShs'000	Retained earnings KShs'000	Translation reserve KShs'000	Total KShs'000
2019				
At 1 January 2019	1,391,712	(86,423)	(175,711)	1,129,578
Total comprehensive income	-	(182,794)	1,081	(181,713)
At 30 June 2019	1,391,712	(269,217)	(174,630)	947,865
2018				
At 1 January 2018	1,391,712	611,051	(164,909)	1,837,854
Total comprehensive income	-	(11,578)	(25,514)	(37,092)
At 30 June 2018	1,391,712	599,473	(190,423)	1,800,762

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE 6 MONTHS ENDED 30 JUNE 2019

	2019 KShs'000	2018 KShs'000
Cash generated / (used) in operating activities	265,362	(8,566)
Interest paid	(41,000)	(24,541)
Income tax paid	(5,454)	(2,170)
Net cash generated / (used) in operating activities	218,908	(35,277)
Net cash generated / (used) in investing activities	(18,083)	(36,886)
Increase / (decrease) in cash and cash equivalents	200,825	(72,163)
Movement in cash and cash equivalents:		
At start of the period	(865,613)	(405,720)
At end of the period	(664,788)	(477,883)

BUSINESS COMMENTARY

Group revenue for the period declined 20% to Kshs 0.9 billion from Kshs 1.2 billion in the first half of 2018 as a result of product unavailability. The Group continues to focus on stabilising the supply pipeline to achieve optimal stocking levels.

Group overheads for the period reduced to Kshs 339 million as compared to Kshs 353 million during the first half of 2018, following cost containment measures that have been sustained over the last four years. Our efforts in this regard continue.

2019 OUTLOOK

The Group will continue focusing on i) increasing product penetration in the market and ii) unlocking the potential from the Group's property holdings. The performance during the second half of 2019 is expected to be better than that of the first half.

DIVIDEND

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

BY ORDER OF THE BOARD

EDGAR IMBAMBA
COMPANY SECRETARY

