

ENGEN BOTSWANA LIMITED
(Incorporated in the Republic of Botswana)
Registration number: BW00000748780
Share code: Engen and ISIN: BW 000 000 0058



Stockbrokers Botswana Ltd

Member of the Botswana Stock Exchange

TRADING STATEMENT FOR YEAR ENDED 31 DECEMBER 2020

In line with Section 5.4c of the Listing Requirements of the Botswana Stock Exchange (BSE), issuers must publish a cautionary announcement as soon as they are satisfied that a reasonable degree of certainty exists that the expected profit or loss (before tax) for the period to be reported upon next will differ by at least 10% from the financial results for the previous corresponding period. Accordingly, the shareholders of Engen Botswana Limited are advised that the profit before tax for the year ended 31 December 2020 of P147.2 million will be 18.3% or P33 million lower than the P180.2 million reported for the year ended 31 December 2019.

This is mainly attributable to the effects of the Covid-19 lockdowns which reduced business activity nationally and the significant decline in global crude oil prices during the year. As a result the gross profit has declined by 21.2% from P295.9 million to P233.1 million from 2019 to 2020 respectively.

The Group performed above expectations on a replacement cost basis which represents the net profit after tax excluding the effects of inventory revaluations caused by movements in global crude oil prices. The replacement cost net profit increased from P47.5 million to P94.6 million from 2019 to 2020 representing a 99.2% increase.

Shareholders are advised to exercise caution when trading in the Group's securities until such time as a detailed announcement is made. Summary results for the year ended 31 December 2020 are expected by 31 March 2021.

By Order of the Board

A handwritten signature in black ink, appearing to read 'S Ndzingo', is written over a horizontal line.

Dr S Ndzingo
Chairman
23 March 2020