

# ABRIDGED FINANCIAL RESULTS

Company Registration No BW00000952293 | BSE Share Code: SECHABA| P.O.BOX 1956 AAD, Gaborone, Botswana | sechabaenquiries@sbhl.co.bw



FOR THE YEAR ENDED  
31 DECEMBER 2022

## Sechaba Brewery Holdings Limited

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME  
FOR THE YEAR ENDED 31 DECEMBER 2022

	31-Dec-2022 P'000	31-Dec-2021 P'000
<b>INCOME</b>		
Share of profit after tax of associates	265,887	222,952
Interest income	2,196	81
Other Investment Income	2	2
Administration and other expenses	(3,672)	(3,860)
<b>PROFIT BEFORE TAX</b>	<b>264,413</b>	<b>219,175</b>
Income tax expense	(41,318)	(18,943)
<b>PROFIT FOR THE PERIOD</b>	<b>223,095</b>	<b>200,232</b>
Other comprehensive income	-	-
<b>TOTAL COMPREHENSIVE INCOME FOR THE PERIOD</b>	<b>223,095</b>	<b>200,232</b>
<b>Earnings per share</b>		
Per share information		
<b>Basic earnings per share (thebe)</b>	<b>201.68</b>	<b>181.01</b>

## Sechaba Brewery Holdings Limited

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 DECEMBER 2022

	31-Dec-2022 P'000	31-Dec-2021 P'000
<b>Cash flows from operating activities</b>		
Net cash utilised in operations	(3,473)	(3,934)
Income tax paid	(13,156)	(9,403)
<b>Net cash utilised in operating activities</b>	<b>(16,629)</b>	<b>(13,337)</b>
<b>Cash flows from investing activities</b>		
Dividends received	128,682	95,828
Purchase of computer equipment	(12)	-
Interest received	2,196	81
<b>Net cash generated from investing activities</b>	<b>130,866</b>	<b>95,909</b>
<b>Cash flows from financing activities</b>		
Dividends paid to shareholders	(136,731)	(45,508)
<b>Net cash utilised in financing activities</b>	<b>(136,731)</b>	<b>(45,508)</b>
<b>Net movement in cash and cash equivalents for the year</b>	<b>(22,494)</b>	<b>37,064</b>
Cash and cash equivalents at beginning of the year	67,494	30,430
Changes in cash and cash equivalents	(22,494)	37,064
<b>Cash and cash equivalents at end of the year</b>	<b>45,000</b>	<b>67,494</b>

### Statement on basis and preparation of the Annual Financial Statements

The Board of Directors of Sechaba Brewery Holdings Limited (SBHL) has the pleasure to present to you the abridged financial results and position for the year ended 31 December 2022. These abridged financial statements are an extract from the audited financial statements prepared in accordance with the International Financial Reporting Standards.

### Audit Report

Ernst Young, who issued an unqualified audit opinion, have audited the financial statements from which the abridged results were extracted. This summary itself has not been audited.

### About SBHL

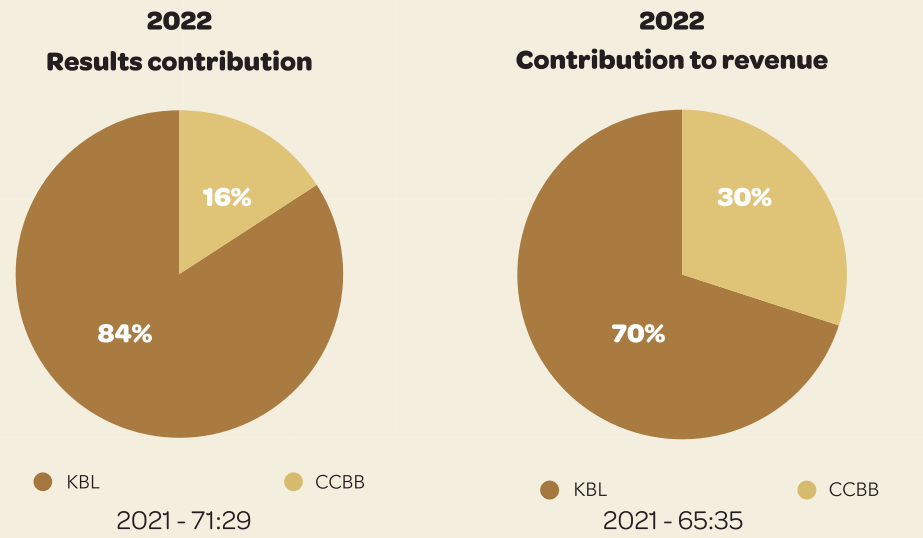
Sechaba Brewery Holdings Limited (SBHL) holds 49.9% shareholding in Kgalagadi Breweries (Pty) Ltd (KBL) and 49.9% in Coca-Cola Beverages Botswana (Pty) Ltd (CCBB). SBHL's results for the period are therefore directly relating to those of its associates - KBL and CCBB. KBL is a company registered in Botswana, involved in the manufacturing, import, distribution and marketing of portfolio of clear beers, alcoholic fruit beverages and traditional beers. CCBB is a company registered in Botswana, involved in the manufacturing, import, distribution and marketing of a portfolio of soft drinks, purified water, and other non-alcoholic beverages.

### Volume performance

Overall volumes sales increased by 21% during the year ended 31 December 2022, with KBL volumes increasing by 39% whilst CCBB volumes increased by 2%.

### Financial performance

Overall, Sechaba achieved a 11% increase in profit after tax when compared to previous year results. The main drivers for this performance was the increase in sales volumes for both CCBB and KBL. Year on year profit before tax had a positive variance driven by revenue growth at 11% for CCBB and 41% for KBL. Performance for financial year 2022 has improved in comparison to 2021 which was affected by trading restrictions at the backdrop of COVID - 19. The company has sufficient liquidity to sustain operations for the next 12 months and beyond.



### Dividend Declaration

In line with the provisions of Section 58 of the Botswana Companies Act (Cap 42:01), the Board of Directors of Sechaba Brewery Holdings Limited declared a final dividend of 132 thebe per share. The dividend distribution is subject to approval by the shareholders at the Annual General Meeting. This dividend shall be paid on 31 May 2023, to those shareholders registered on the last date to register, being the close of business on Monday 22 May 2023. The ex-dividend date will be Wednesday 17 May 2023. Withholding taxes in terms of the Republic of Botswana Income Tax Act (Cap 52:01), as amended, has been applied to the dividend payment. No provision has been raised in the financial statements for the year ended 31 December 2022 for the dividend amount.

**Tabuya Tau**  
Chairman

**Faith Asnath Nteta**  
Managing Director

Date: 22 March 2023

## Sechaba Brewery Holdings Limited

STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2022

	31-Dec-2022 P'000	31-Dec-2021 P'000
<b>ASSETS</b>		
<b>Non-current assets</b>		
Investment in associates	998,106	860,901
Computer equipment	12	-
	998,118	860,901
<b>Current assets</b>		
Other receivables	255	19
Cash and cash equivalents	45,000	67,494
	45,255	67,513
<b>Total assets</b>	<b>1,043,373</b>	<b>928,414</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Capital and reserves</b>		
Stated capital	194,548	194,548
Hedging reserves	388	388
Retained earnings	769,363	683,433
Total equity	964,299	878,369
<b>Non-current liabilities</b>		
Deferred taxation	70,656	42,701
<b>Current liabilities</b>		
Other payables	452	19
Dividends payable	7,745	7,311
Current taxation payable	221	14
	8,418	7,344
<b>Total liabilities</b>	<b>79,074</b>	<b>50,045</b>
<b>Total equity and liabilities</b>	<b>1,043,373</b>	<b>928,414</b>

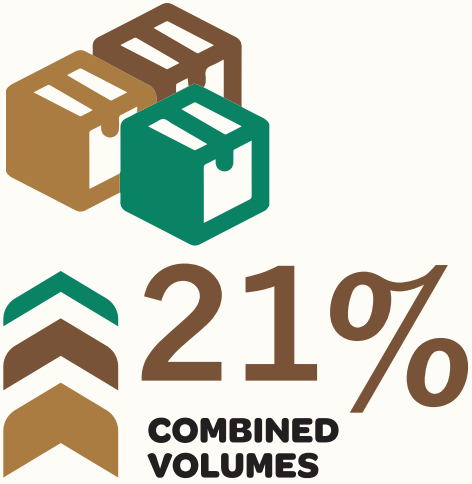
## Sechaba Brewery Holdings Limited

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31 DECEMBER 2022

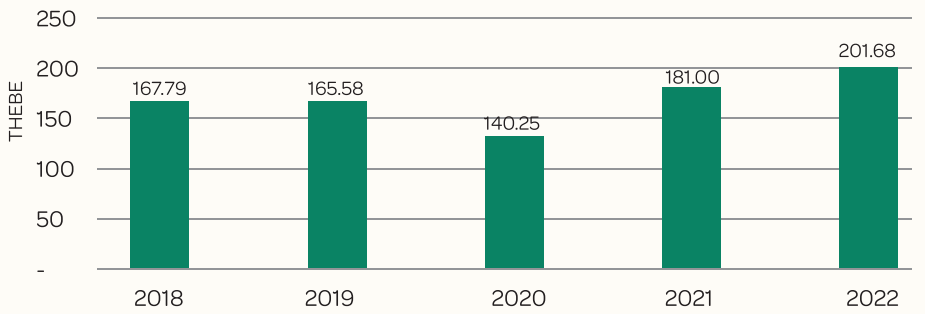
	Attributable to equity holders of the company			
	Stated Capital P'000	Hedging Reserves P'000	Retained Earnings P'000	Total P'000
<b>Balance at 1 January 2021</b>	<b>194,548</b>	<b>388</b>	<b>528,554</b>	<b>723,490</b>
Profit for the year	-	-	200,232	200,232
Other comprehensive income	-	-	-	-
<b>Total comprehensive income for the year</b>	<b>-</b>	<b>-</b>	<b>200,232</b>	<b>200,232</b>
Dividends paid	-	-	(45,353)	(45,353)
Total transactions with shareholders	-	-	154,879	154,879
<b>Balance at 31 December 2021</b>	<b>194,548</b>	<b>388</b>	<b>683,433</b>	<b>878,369</b>
<b>Balance at 1 January 2022</b>	<b>194,548</b>	<b>388</b>	<b>683,433</b>	<b>878,369</b>
Profit for the year	-	-	223,095	223,095
Other comprehensive income	-	-	-	-
<b>Total comprehensive income for the period</b>	<b>-</b>	<b>-</b>	<b>223,095</b>	<b>223,095</b>
Dividends paid	-	-	(108,405)	(108,405)
2021 financial year- final dividends	-	-	(108,405)	(108,405)
2022 financial year-Interim dividends	-	-	(28,760)	(28,760)
Total transactions with shareholders	-	-	85,930	85,930
<b>Balance at 31 December 2022</b>	<b>194,548</b>	<b>388</b>	<b>769,363</b>	<b>964,299</b>

### SUMMARISED PERFORMANCE

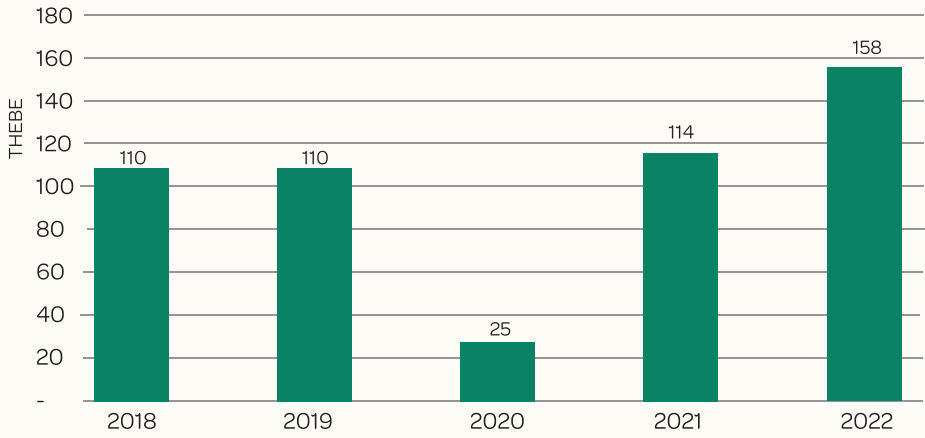
	2022 P'000	2021 P'000	% Change
<b>KBL Volumes (HL '000)</b>	1,579.6	1,136.0	39%
<b>KBL results</b>			
Profit before tax	535,962	380,458	41%
Taxation	(86,556)	(64,215)	35%
Profit after tax	449,406	316,243	42%
<b>CCBB Volumes (HL '000)</b>	1,157.1	1,133.4	2%
<b>CCBB results</b>			
Profit before tax	99,431	149,678	(34%)
Taxation	(15,999)	(19,124)	(16%)
Profit after tax	83,432	130,554	(36%)
<b>SBHL Results</b>			
Share of results of associates	265,887	222,952	19%
Profit for the period	223,088	200,232	11%
Total comprehensive income	223,088	200,232	11%
<b>Earnings per share</b>	<b>Thebe</b>	<b>Thebe</b>	
	201.68	181.01	11%



### EARNINGS PER SHARE



### DIVIDENDS PER SHARE



### Directors

Name		
Tabuya Tau	Chairman	Non-executive/Independent
Faith Asnath Nteta	Managing Director	Executive
Meshack Tsheredi	Member	Non-executive/Independent
Boitumelo Paya	Member	Non-executive/Independent
Modise Mokone	Member	Non-executive/Independent
Jayaraman Ramesh	Member	Non-executive/Independent

### SECHABA BREWERY HOLDINGS LIMITED CONTACTS

**Company Secretaries & Registered Office**  
**GRANT THORNTON BUSINESS SERVICES**  
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**Operational address**  
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**Email:** sechabaenquiries@sbhl.co.bw  
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**Sponsoring Brokers**  
**IMARA CAPITAL SECURITIES**  
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Plot 74770 Western Commercial Road, New CBD  
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**Transfer Secretaries**  
**CORPSERVE BOTSWANA**  
Unit 206, Second Floor, Plot 64516, Showgrounds  
Close, Fairgrounds, Gaborone  
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**External Auditors**  
**ERNST & YOUNG**  
Plot 22 Khama Crescent  
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