ABRIDGED AUDITED FINANCIAL STATEMENTS 31ST DECEMBER 2023

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

SECHABA BREWERY HOLDINGS LIMITED

STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED 31 DECEMBER 2023

		The second second
	31-Dec-2023	31-Dec-2022
The second second second	P'000	P'000
INCOME		
Share of profit after tax of associates	303,147	265,887
Interest income	3,797	2,196
Other Investment Income	S. D. Concern	2
Administration and other expenses	(4,093)	(3,672)
PROFIT BEFORE TAX	302,851	264,413
Income tax expense	(31,139)	(41,318)
PROFIT FOR THE PERIOD	271,712	223,095
Other comprehensive income		San Strange
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	271,712	223,095
Earnings per share	a Barris	
Per share information		S. Martin
Basic earnings per share (thebe)	245.63	201.68

SECHABA BREWERY HOLDINGS LIMITED

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 DECEMBER 2023

	31-Dec-2023	31-Dec-2022
	P'000	P'000
Cash flows from operating activities		a contraction
Net cash utilised in operations	(4,210)	(3,473)
Interest received *	3,797	2,196
Income tax paid	(47,535)	(13,156)
Net cash utilised in operating activities	(47,948)	(14,433)
Cash flows from investing activities	A A A A A A A A A A A A A A A A A A A	the second second
Dividends received	471,233	128,682
Purchase of office equipment	(39)	(12)
Net cash utilised in investing activities Cash flows from financing activities	471,194	128,670
Dividends paid to shareholders	(156,965)	(136,731)
Net cash utilised in financing activities	(156,965)	(136,731)
Movement in cash and cash equivalents for the year	266,281	(22,494)
cash an cash equivalents at the beginning of the year	45,000	67,494
cash and cash equivalents at the end of the year	266,281	(22,494)
Cash and cash equivalents at the end of the year	311,281	45,000

*During the year cash generated from operating activities in the statement of cash flows has been updated to include interest received in line with the requirements of IAS 7. Prior year comparatives have been updated accordingly. The change only affects the amounts presented under cash generated from operations and cash generated from investing activities, but does not affect the total cash movement for the year, for both the current and previous year.

SECHABA BREWERY HOLDINGS LIMITED

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED DECEMBER 2023

the second a	Attributable to equity holders of the company			
The year of the second	Stated Capital	Hedging Reserves	Retained Earnings	Total
	P'000	P'000	P'000	P'000
Balance at 1 January 2022	194,548	388	683,433	878,369
Profit for the year	- States and -	- 1 - C	223,095	223,095
Other Comprehensive income	* Established		A Statistics	11
Total Comprehensive income for the year			223 095	223 095
Dividends paid	S Star Star	Water States	Salar State	ALL STORE
Dividends paid to shareholders			(137,165)	(137,165)
	Part Contract		Service -	-
Total transaction with owners	-		85,930	85,930
Balance at 31 December 2022	194,548	388	769,363	964,299
Balance at 1 January 2023	194 548	388	769,363	964 299
Profit for the period	S. States and a second	States -	271,712	271,712
Other Comprehensive income		- 1 - 1	200 - X	Wester Star
Total Comprehensive income for the year	Carton Carton		271,712	271,712
Transfer of hedging reserves		(388)	388	- 20
Dividends paid		States in	A CALLER AND	1000 1000
Dividends paid to shareholders		-	(157,408)	(157,408)
Total transaction with owners	S 1	(388)	114,692	114,304
Balance at 31 December 2023	194,548	Service F	884,055	1,078,603

SECHABA BREWERY HOLDINGS LIMITED

SUMMARISED FINANCIAL INFORMATION OF MATERIAL ASSOCIATES FOR THE YEAR ENDED DECEMBER 2023



Statement on basis and preparation of the Financial Results

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 2023. These abridged financial statements are an extract from the audited financial statements prepared in accordance with the International Financial Reporting Standards. The accounting policies adopted comply in all material respects with the International Financial Reporting Standards and are consistent with the previous reported period.

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 year are therefore directly relating to those of its two 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 also 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 during the year ended 31 December 2023, with KBL volumes increasing by 2% (from 1,579.6 HL to 1,608.8HL) whilst CCBB volumes increased by 3% (from 1,157.1 HL to 1,195.6 HL).

Financial performance

Overall Sechaba Brewery Holdings Limited (SBHL) achieved a 22% increase in profit after tax in comparison to the previous year. The main drivers for this performance being the increase in sales revenue. Both CCBB and KBL had a positive net revenue growth rate at 12.5% for CCBB and 12.3% for KBL. In terms of profit after tax, KBL achieved a 21% increase in comparison to prior year mainly driven by product mix and pricing. CCBB on the other hand had a 25.5% reduction in profit after tax mainly due to increase in operations essentials such as maintenance, fuel and utilities. The increamental revenue was offset by a commodity cost push due to growth in operations. The company believes that there is sufficient liquidity to sustain operations for the next 12 months and beyond.

Business outlook

Recent economic developments indicate a notable global economic resurgence, with Botswana experiencing a 5.8% increase in real GDP in 2022. While this growth is positive, it represents a slight decrease from the significant 11.9% expansion witnessed in 2021. Forecasts suggest continued GDP growth, with projected rates of 3.8% and 4.4% expected for 2023 and 2024, respectively. This economic upturn is attributed to the gradual easing of restrictions on movement and business operations, contributing to a return to normalcy. It is anticipated that this favourable economic environment will facilitate improved performance for SBHL and its associates. Despite encountering challenges inherent in today's complex and uncertain business landscape, both SBHL and its associates are committed to adapting and thriving to ensure maximizing shareholder value.

SECHABA BREWERY HOLDINGS LIMITED

FOR THE YEAR ENDED 31 DECEMBER 2023

	31-Dec-2023	31-Dec-2022
	P'000	P'000
ASSETS		
Non-current assets		
Investment in associates	830,020	998,106
Property Plant & Equipment	44	12
	830,064	998,118
Current assets		E. C. S.
Trade and other receivables	440	255
Cash and cash equivalents	311,281	45,000
	311,721	45,255
Total assets	1,141,785	1,043,373
Total assets	1,141,785	1,043,373
Total assets EQUITY AND LIABILITIES	1,141,785	1,043,373
	1,141,785	1,043,373
EQUITY AND LIABILITIES	1,141,785 194,548	1,043,373
EQUITY AND LIABILITIES Capital and reserves		
EQUITY AND LIABILITIES Capital and reserves Stated capital		194,548
EQUITY AND LIABILITIES Capital and reserves Stated capital Hedging reserves	194,548	194,548 388
EQUITY AND LIABILITIES Capital and reserves Stated capital Hedging reserves Retained earnings	194,548 - 884,055	194,548 388 769,363
EQUITY AND LIABILITIES Capital and reserves Stated capital Hedging reserves Retained earnings	194,548 - 884,055	194,548 388 769,363

STATEMENT OF FINANCIAL POSITION

Total equity and liabilities	1,141,785	1,043,373	
Total liabilities	63,182	79,074	
	9,335	8,418	
Current taxation payable	634	221	
Dividend payable	8,188	7,745	
Trade and other payables	513	452	

PERFORMANCE OF ASSCOCIATES

Current liabilities

		1	
	31-Dec 2023	31-Dec 2022	% Change
KBL Volumes (HL '000)	1,608.8	1,579.6	2%
KBL results	P'000	P'000	
Profit before tax	655,022	535,962	22%
Taxation	(109,664)	(86,556)	27%
Profit after tax	545,358	449,406	21%
1			
CCBB Volumes (HL '000)	1,195.6	1,157.1	3%
	P'000	P'000	te Anto
CCBB results			
Profit before tax	73,838	99,431	(26%)
Taxation	(11,687)	(15,999)	(27%)
Profit after tax	62,151	83,432	(26%)
Sechaba results	P'000	P'000	
Share of results of associates	303,147	265,887	14%
and the second second second			
Profit for the period	271,712	223,095	22%
Total comprehensive income	271,712	223,095	22%
the second state of the			

FOR THE TEAK ENDED DECEMBER 2023	Coca cola Beverages (Botswana) (Pty) Ltd		Kgalagadi Breweries Limited (Pty) Ltd	
	2023 P'000	2022 P'000	2023 P'000	2022 P'000
Summarised Statement of Profit or Loss or Other Comprehensive income as at 31 December				
Revenue	1,123,520	998,790	2,590,324	2,362,879
Income and other expenses	(1,049,682)	(899,359)	(1,935,302)	(1,826,917)
Profit before tax	73,838	99,431	655,022	535,962
Tax expense	(11,687)	(15,999)	(109,664)	(86,556)
Profit from continuing operations	62,151	83,432	545,358	449,406
Other comprehensive income		-	-	B.M
Total comprehensive income	62,151	83,432	555,435	449,406
Summarised Statement of Financial position as at	31-Dec-23 P'000	31-Dec-22 P'000	31-Dec-23 P'000	31-Dec-22 P'000
Assets				
Non-current	470,854	421,920	653,532	726,578
Current	343,873	338,203	1,056,633	1,283,637
Total assets	814,727	760,123	1,710,165	2,010,215
Liabilities				Contraction of the
Non-current	145,369	133,104	64,627	64,868
Current	354,746	309,202	478,654	444,721
Total liabilities	500,115	442,306	543,191	509,589
Total net assets	314,612	317,817	1,166,974	1,500,626
Reconciliation of net assets to equity accounted inv	vestments in as	ssociates		
	Coca cola l (Botswana		Kgalagadi Breweries Limited (Pty) Ltd	
	31-Dec 2023 P'000	31-Dec 2022 P'000	31-Dec 2023 P'000	31-Dec 2022 P'000
Share of net assets of associates 49.9% (2022: 49.9%)	156,994	158,593	582,326	748,813
Goodwill			90,700	90,700
Carrying value of investment in associate	156,994	158,593	673,026	839,513
Investment at beginning of period	158,593	162,309	839,513	698,592
Share of profit	31,013	41,633	272,137	224,254
Share of OCI	- 12	-	-	1.1.1.1.1.1.

The summarised information presented above reflects the financial statements of the associates after adjusting for differences in accounting policies between the company and the associates.

There was movement in KBL 2022 total assets. The changes were due to audit adjustments in relation to inventory.

(32,612)

156,994

(45, 349)

158.593

SECHABA BREWERY HOLDINGS LIMITED CONTACTS

	<pre>/ Secretaries & Registered Office secretaries</pre>	
GRANT THO	DRNTON BUSINESS SERVICES	
Plot 50370	Acumen Park Fairgrounds Gaborone	

POBox 1157, Gaborone, Botswana

Plot 54367, CBD 2nd Floor Mogobe Plaza POBox 1956 AAD Gaborone, Botswana Email: sechabaenquiries@sbhl.co.bw

Operational address

IMARA CAPITAL SECURITIES A Member of the Botswana Stock Exchange Plot 74770 Western Commercial Road, New CBD Private Bag 173, Gaborone, Botswana Tel: +267 318 8886

Sponsoring Brokers

Transfer Secretaries

Share of dividends received from associate

Investment at end of period

CENTRAL SECURITIES DEPOSITORY BOTSWANA Plot 70667 Fairscape Precinc Fourth Floor Fair grounds Office Park Gaborone, Botswana Tel: +267 367 4400

External Auditors

ERNST & YOUNG Plot 22 Khama Crescent P.O. Box 41015 Gaborone, Botswan Tel: +267 365 4000

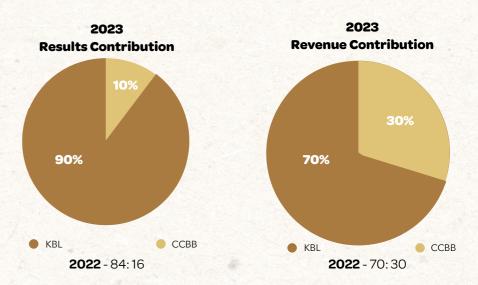
(438.621)

673.026

(83,333)

839,513

The charts below depict the contributions per entity to the total share of revenue as well as the contibutors to the share of profit earned by Sechaba:



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 dividends as follows; final dividend of 172.7 thebe per share and special dividend of 251.7 thebe per share. The dividend distribution is subject to approval by the shareholders at the Annual General Meeting. These dividends shall be paid on Wednesday 15 May 2024, to those shareholders registered on the last date to register, being close of business on Monday 6 May 2024. The ex-dividend date will be Thursday 2 May 2024. 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 2023 for the dividend amount.





Faith Asnath Nteta Managing Director

Date: 22 March 2024

Tabuya Tau

Chairman

Directors

Name			
Tabuya Tau	Chairman	Non-executive Independent	
Faith Asnath Nteta	Managing Director	Executive	
Meshack Tshekedi	Member	Non-executive Independent	
Boitumelo Paya	Member	Non-executive Independent	and the second second
Modise Mokone	Member	Non-executive Independent	
Jayaraman Ramesh	Member	Non-executive Independent	
Gorata Dibotelo	Member	Non-executive Independent	Appointed 1 July 2023
Lorato Morapedi	Member	Non-executive Independent	Appointed 15 September 2023