

Kigali on: 09/08/2024

Ref.No. 117/2024/CIM/FIN



Mr Pierre Celestin RWABUKUMBA

The Chief Executive Officer,

Rwanda Stock Exchange (RSE)

1st Floor, Kigali City Tower,

P.O.Box 3882, Kigali Rwanda.

Dear Mr RWABUKUMBA,

RE: CIMERWA PLC Nine Months ending 30th June 2024 Financial Results

We are pleased to share with you CIMERWA Plc's Nine Months unaudited financial results for the period ended 30th June 2024.

Please see attached for details.

Sincerely,



Rajasekhar Naidu

Director



CC: CMA - Rwanda

STATEMENT OF FINANCIAL POSITION	30/06/2024	30/06/2023
ASSETS	RWF'000	RWF'000
Non-current Assets	76,594,991	71,207,761
Current Assets	39,105,694	35,633,988
Total Assets	<u>115,700,685</u>	<u>106,841,750</u>
EQUITY & LIABILITIES		
Capital and Reserves	91,364,152	73,672,648
Share capital	35,160,976	35,160,976
Share premium	22,251,408	22,251,408
Accumulated Profits	33,951,768	16,260,264
Non-current liabilities	11,306,156	8,220,908
Current liabilities	13,030,377	24,948,193
Total Equity and Liabilities	<u>115,700,685</u>	<u>106,841,750</u>

STATEMENT OF COMPREHENSIVE INCOME	30/06/2024	30/06/2023
	RWF'000	RWF'000
Revenue	72,876,765	72,845,436
Cost of sales	- 54,512,599	- 53,208,799
Gross profit	18,364,165	19,636,636
Other income	323,598	123,696
Interest income	264,505	69,899
Administrative expenses	- 4,372,195	- 6,858,313
Operating profit	14,580,074	12,971,918
Finance Costs	24,355	- 686,424
Profit before taxation	14,604,429	12,285,494
Income tax provision	- 3,230,225	- 2,987,190
Profit for the year	11,374,204	9,298,304
Other comprehensive income:	-	-
Total comprehensive income for the year	11,374,204	9,298,304

Earnings Per Share (EPS)

16.17

13.22

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STATEMENT OF CHANGES IN EQUITY	30/06/2024	30/06/2023
	RWF'000	RWF'000
Share capital	57,412,384	57,412,384
Retained Earnings	33,951,768	16,260,264
At the end of the period	<u>91,364,152</u>	<u>73,672,648</u>

STATEMENT OF CASHFLOW	30/06/2024	30/06/2023
	RWF'000	RWF'000
Cash flows from operations	12,846,422	14,288,570
Interest received	200,327	69,899
Income tax paid	-	-
	5,332,597	612,500
Net cash from operating activities	7,714,152	13,745,970
Purchase of property, plant, and equipment	-	-
	10,552,809	2,906,436
Net proceeds from borrowings	5,000,000	-
Repayment of borrowings	-	-
	8,777,905	8,371,223
Dividend paid	-	-
	-	10,500,000
Net increase in cash and cash equivalents	6,616,561	8,031,689
Cash and cash equivalents at the start	17,597,912	20,059,115
Effects of exchange rate changes	-	-
At the end of the period	<u>10,981,351</u>	<u>12,027,426</u>

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RESULTS HIGHLIGHTS

Revenue- The revenue in 2024 at RWF 72.8 bn is same as prior year. Production at the factory was stopped for 42 days during the year for Kiln upgradation, which impacted growth in revenue.

Administrative expenses: stood at RWF 4.37 bn, which is 36% below the prior period. This was on stringent majors taken by management to contain costs to try and keep our product competitive despite increasing competition.

Profit Before Tax (PBT): stood at RWF 14.6 bn, which is 19% higher than the prior period. This was on account of highly negotiated raw material costs and reduction in operational costs due to stringent measures taken by the management despite of continued devaluation of RWF.

The above performance drove our Earnings Per Share (EPS) up to RWF 16.17, an improvement of 22% compared to the prior year EPS of RWF 13.22.

Cash flow

Cash and cash equivalents: The Company had cash balance of RWF 10.62 Bn as at 30th June 2024, 12 % below compared to the prior period; this was due to advance payment of RWF 11B towards expansion works at Bugarama Plant.

The Purchase of property, plant, and equipment: increase Y-O-Y relates to the completion of some key capacity improvements projects.

Borrowings: The borrowing relates to project financing for construction of our 600,000 metric tons capacity plant commissioned in 2015. The repayment is in line with the facility agreement, and it is expected to be fully paid off by Aug 2024.

Outlook

Rwanda's economy has remained resilient and adaptable despite challenging external and domestic factors, achieving a 7.6% growth rate in the first three quarters of 2023. GDP growth is expected to regain momentum in 2024-26, with a projected average growth of 7.2%.

We are currently progressing with a significant infrastructure project, including the construction of Bugesera International airport. Furthermore, we keep on updating our route-to-market strategies to capitalize on high-potential segments while preserving our strong market share in existing markets.

Based on these strategic moves and the robust foundation already in place, we are optimistic about achieving enhanced operational performance and better financial results in the future.

Dividend Declaration: Based on the strong financial performance of the company, board has declared an interim dividend of RWF 13,195,000,000 for the period ended 30th June 2024.

Announcement Date: 05th August 2024

Dividend per Share: RWF 18.76 subject to WHT

Book Closure Date: 12th August 2024

Payment Date: 19th August 2024

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