

SENS ANNOUNCEMENT
(the "Notice" or "Announcement")

ISSUER



Lafarge Zambia Plc ["LAFARGE"]

[Incorporated in the Republic of Zambia]

Company registration number: 304
Share Code: LAFARGE
ISIN: ZM0000000011
Authorised by: Chibuye Mbesuma Ngulube – Company Secretary

SPONSOR



STOCKBROKERS ZAMBIA LIMITED

Stockbrokers Zambia Limited

[Member of the Lusaka Securities Exchange]

[Regulated and licensed by the Securities and Exchange Commission of Zambia]

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APPROVAL

The captioned Notice or Announcement has been approved by:

- i. the Lusaka Securities Exchange
- ii. the Securities and Exchange Commission
- iii. Stockbrokers Zambia Limited

RISK WARNING

The Notice or Announcement contained herein contains information that may be of a price sensitive nature.

Investors are advised to seek the advice of their investment advisor, stockbroker, or any professional duly licensed by the Securities and Exchange Commission of Zambia to provide securities advice.

ISSUED: September 20, 2021

LAFARGE ZAMBIA PLC

UNAUDITED RESULTS FOR THE HALF YEAR ENDED 30TH JUNE 2021



In compliance with the requirements of the Securities Act No.41 of 2016 of the Laws of Zambia and the Listing Rules of the Lusaka Securities Exchange ("LuSE"), Lafarge Zambia Plc. announces the unaudited results for the half year ended 30 June 2021.

Half Year Key Figures

- Sales revenue at K961 million for the period up by 51% compared to 2020.
- Profit before tax at K122 million compared to loss of K12 million in 2020.
- Cash generation of K85 million compared to K16 million in 2020.

Half Year Company Highlights

- The results of the business continue to be resilient in spite of the challenges of operating in the COVID-19 era, high inflation at 25% from 19% at the close of December and depreciation of the Kwacha against the US Dollar.
- The Company, through the Business Resilience Team, is taking all the necessary steps to safeguard the health of our people and business. The Company has implemented weekly COVID 19 testing and a hybrid work from home model. We have continued to expand on the digital retail sales ordering application and the last mile delivery system that enables sales to any location without physical interaction.

Jimmy Khan, Chief Executive Officer of Lafarge Zambia, said:

"As we close H1 2021, I sincerely thank all members of the Lafarge Zambia family for the teamwork and resilience they continue to demonstrate in navigating through the social economic challenges created by the pandemic. I am confident that we will continue with the strong performance in H2 and close 2021 strong."

CONDENSED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2021

Condensed Statement of Comprehensive Income for the period ended 30 June

	2021	2020
	ZMW '000	ZMW '000
Kwacha Thousands		
Revenue	961, 475	637, 394
Profit/ (loss) before interest and tax	100, 999	(34, 746)
Net financing income/ (expense)	(3, 181)	(2, 393)
Net exchange gain/ (loss)	23, 877	24, 832
Profit before tax	121, 695	(12, 307)
Income tax expense	(62, 943)	-
PROFIT/ (LOSS) FOR THE YEAR	58, 752	(12, 307)
Profit attributed to:		
Equity holders of the parent	44, 064	(9, 230)
Minority interest	14, 688	(3, 077)
Basic and diluted earnings per share (Kwacha per share)	0.29	(0.06)

Condensed Statement of Financial Position as at 30 June

	2021	2020
	ZMW '000	ZMW '000
Net assets employed		
Property, plant and equipment	1, 417, 969	1, 456, 334
Investments	-	25, 265
Net current assets	378, 076	349, 610
	1, 796, 045	1, 831, 209
Liabilities due after one year		
Provision for Environmental Liabilities	33, 691	24, 916
Liabilities under IFRS 16	4, 751	-
Deferred tax	212, 005	217, 551
Net Assets	1, 545, 598	1, 588, 742
Financed by		
Share Capital	(10, 002)	(10, 002)
Reserves	(1, 535, 596)	(1, 578, 740)
Total Equity	(1, 545, 598)	(1, 588, 742)

Condensed Statement of Cashflow for the period ended 30 June

	2021	2020
	ZMW '000	ZMW '000
Net cash from operating activities	85, 007	15, 939
Net cash used in investing activities	(12, 981)	(6, 000)
Net cash generated/ (utilised) in financing activities	(162, 717)	-
(Decrease)/Increase in cash and cash equivalents	(90, 691)	9, 939
Cash and cash equivalents at beginning of the year	283, 140	76, 081
Cash and cash equivalents at end of June	192, 449	86, 020

Statement of Changes in Equity as at 30 June

	Share capital	Property revaluation reserve	Retained earnings	Total
Balance at 1 January 2020*	10,002	464, 495	1, 093, 342	1, 567, 839
Profit for the year	-	-	363, 035	363, 035
Amortisation of the revaluation reserve and deferred tax	-	(17, 319)	17, 319	-
Dividend paid in respect of previous year 2020	-	-	(300, 060)	(300, 060)
Deferred tax on revaluation	-	6, 062	-	6, 062
Balance at December 2020	10, 002	453, 238	1, 173, 636	1, 636, 876
Balance at 1 January 2021				
Profit for the year	-	-	58, 752	58, 752
Dividend paid in respect of prior year 2020	-	-	(150, 030)	(150, 030)
Balance at 30 June 2021	10, 002	453, 238	1, 082, 358	1, 545, 598

*As restated

By order of the board
Chibuye M. Ngulube
Company Secretary