



Swissport Tanzania Ltd.

AUDITED RESULTS

FOR THE YEAR ENDED 31 DECEMBER 2008

Commentary

The Board of Swissport Tanzania Ltd. is pleased to present the audited results for the year ended on 31st December 2008.

The total turnover reached TAS 18,528M which represents 11% increase when compared to TAS 16,725M realized in 2007. Operating cost amounted to TAS 13,681M leaving a Net profit of TAS 3,279M. The net result represents a negative deviation of 8% from that of the previous year. The decline in profitability is attributed to unproportional increase of operational cost against revenue mainly as a result of the increase of the statutory minimum wage and its associated cost, high fuel and ICT cost as well as adoption of IAS19.

DIVIDENDS

Notwithstanding the decline in profitability the board decided to sustain the policy of paying up to 80% of profit as dividend. In that regard the Board of Directors recommend a final dividend of TAS 1,183M equal to TAS 32.86 per issued and fully paid up share. An interim dividend of TAS1,440M or TAS 40.00 per share was approved in July 2008 making the total dividend for the year 2008 to be TAS 2,623M or TAS 72.86 per share.

Shares will start trading cum dividend on 20th March, 2009 up to 17th April, 2009. The register of Members will close on 19th April, 2009 and the final dividend will be paid to entitled members less withholding tax on or about 14th May, 2009.

FUTURE OUTLOOK

The company foresees a decline of revenue and profitability due to decrease of flight frequencies and cargo throughput during 2009 as a direct result of the world economic crisis. Furthermore, the Tanzania Civil Aviation Authority has decided to liberalize the ground handling industry in Tanzania including giving self handling right to domestic carriers and this may further affect our overall performance when the decision is implemented. The Board and Management are thus taking steps to mitigate the negative impact.

APPRECIATION

The Board would like to thank all our customers, members of staff and Management who contributed to the aforementioned achievement.

Urs Sieber
Board Chairman
Swissport Tanzania Ltd

NOTICE OF THE 24th ANNUAL GENERAL MEETING

Notice is hereby given that the 24th Annual General meeting of Swissport Tanzania Ltd will be held on Thursday 2nd April 2009 at the Kivukoni Conference Room Moevenpick Royal Palm Hotel, Dar Es Salaam, Tanzania starting from 1100hrs to transact the following business:

- To Confirm the Minutes of the 23rd Annual General Meeting.
- To Receive, Consider And Adopt The Directors' Report, Auditor's Report And The Audited Financial Statements For The Year Ended On 31st December 2008.
- To Adopt the Dividend Resolution.
- To Appoint The External Auditors
- To Determine Any Other Business.

NOTES

- A member wishing to attend the meeting must come with a copy of his/her original Depository Receipt.
- A member entitled to attend and vote at the meeting is entitled to appoint a PROXY to attend and vote on his/her behalf in accordance with the provisions of the Articles of Association of the Company.

BY ORDER OF THE BOARD

Dated at Dar es salaam this 19th day of March, 2009

Gaudence Kilasara Temu
CHIEF EXECUTIVE OFFICER

PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31st DECEMBER 2008

	2008	2007
	TShs M	TShs M
Revenue		
Ground handling and Cargo revenue	18,463	16,691
Other income	65	34
	18,528	16,725
Operating expenses		
Staff costs	(6,602)	(4,834)
Rent and other occupancy costs	(581)	(588)
Concession fees	(1,272)	(1,097)
Communication costs	(447)	(305)
Depreciation	(791)	(667)
Fuel and maintenance costs	(1,277)	(1,246)
Other operating expenses	(2,711)	(2,822)
	(13,681)	(11,559)
Profit before income tax	4,847	5,166
Income tax expense	(1,568)	(1,589)
Profit for the year	3,279	3,577
Actuarial losses on defined benefit pension plan	(723)	-
Total comprehensive income for the year	2,556	3,577
Earnings per share (TShs)		
- Basic	91.08	99.35
- Diluted	91.08	99.35



BALANCE SHEET

AS AT 31st DECEMBER 2008

	2008	2007
	TShs M	TShs M
ASSETS		
Non-current assets		
Property and equipment	4,353	4,297
	4,353	4,297
Current assets		
Inventories	466	347
Trade and other receivables	4,899	4,386
Income tax recoverable	3	187
Cash and cash equivalents	798	497
	6,166	5,417
Total assets	10,519	9,714
EQUITY		
Share capital	360	360
Retained earnings	6,143	7,142
Shareholders' equity	6,503	7,502
LIABILITIES		
Non-current liabilities		
Retirement benefit obligations	1,315	342
Deferred income tax liabilities	169	294
	1,484	636
Current liabilities		
Trade and other payables	2,532	1,576
Total liabilities	4,016	2,212
Total equity and liabilities	10,519	9,714

CASH FLOW STATEMENT

FOR THE YEAR ENDED 31st DECEMBER 2008

	2008	2007
	TShs M	TShs M
Cash flows from operating activities		
Cash generated from operations	6,271	4,799
Retirement benefit obligations paid	(130)	(369)
Tax paid	(1,509)	(1,673)
Net cash generated from operating activities	4,632	2,757
Cash flows from investing activities		
Purchase of property and equipment	(847)	(1,099)
Net cash used in investing activities	(847)	(1,099)
Cash flows from financing activities		
Dividends paid to Company's shareholders	(3,555)	(2,461)
Net cash used in financing activities	(3,555)	(2,461)
Net increase/(Decrease) in cash and cash equivalents	230	(803)
Movement in cash and cash equivalents		
Cash and cash equivalents at the beginning of the year	497	1,362
Exchange gains/(losses) on cash and cash equivalents	71	(62)
Net increased/decrease in cash and cash equivalents	230	(803)
Cash and cash equivalents at the end of the year	798	497

STATEMENT OF CHANGES IN EQUITY

FOR THE YEAR ENDED 31st DECEMBER 2008

	Share capital	Retained earnings	Total
	TShs M	TShs M	TShs M
Year ended 31 December 2007			
At the beginning of the year	360	6,026	6,386
Total comprehensive income for the year	-	3,577	3,577
Dividend paid	-	(2,461)	(2,461)
At 31 December 2007	360	7,142	7,502
Year ended 31 December 2008			
At the beginning of the year	360	7,142	7,502
Total comprehensive income for the year	-	2,556	2,556
Dividend paid	-	(3,555)	(3,555)
At 31 December 2008	360	6,143	6,503



From landing to take off: We care!