

SENS ANNOUNCEMENT

(the “Announcement”)

ISSUER



ENGINEERING INSTITUTION OF ZAMBIA PROPERTIES PLC

Incorporated in the Republic of
Zambia Company registration
number: 119088 Share Code:
EIZP
ISIN: ZM0000000474

BROKER



Pangaea Securities Limited
[a member of the Lusaka Securities Exchange]
Regulated and Licensed by the Securities and Exchange Commission Zambia
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AUTHORISATION

Approval for this Announcement has been granted by:

- The Lusaka Securities Exchange (“LuSE”)
- The Securities and Exchange Commission Zambia (“SEC”)
- EIZ Properties PLC

DISCLAIMER AND RISK WARNING

The 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 ON: 10 March 2025



ENGINEERING INSTITUTION OF ZAMBIA PROPERTIES PLC
(Incorporated in the Republic of Zambia Company)

registration number: 119088

Share Code: EIZP

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("EIZ" or "the Company")

RESULTS FOR THE YEAR ENDED 31 December 2024

2024 Financial Performance Summary

2024 marked the first full year of trading with all available space taken up by tenants while works on the Northern wing of the first floor continued and closed the year at around 80% complete. During the year 2024, EIZ developed the strategic plan to guide the direction and focus of the Company for the five-year period ending 2028.

In the period under review, EIZ recorded a profit after tax of ZMW816,097 a significant turnaround having recorded a ZMW505,065 loss in 2023. The profit was driven by increased revenue arising from a full year of operations and upward revisions in rental charge rates. EIZ also embarked on a capital raise targeting to raise ZMW40million from the sale of 11,136,329 shares. This capital raise was unsuccessful with only 354,950 shares taken up raising ZMW1,277,820 in the process. We intend to go back to the market and offer the remaining load of shares with a revised marketing and payments approach.

Statement of Comprehensive Income for the year ended 31st December 2024

	Note	2024 ZMW	2023 ZMW
Revenue			
Rental income	14	7,091,945	3,080,520
Other income		9,963	-
Gross income		<u>7,101,908</u>	<u>3,080,520</u>
Value Added Tax		(415,066)	
Net Income After VAT		<u>6,686,842</u>	<u>3,080,520</u>
Less: Activity costs	8	(1,021,902)	(865,274)
Gross profit		<u>5,664,940</u>	<u>2,215,246</u>
Less:			
Operating expenditure	8	(1,503,064)	(944,989)
Administrative expenditure	8	(3,075,498)	(1,390,861)
		<u>1,086,378</u>	<u>(120,604)</u>
Financing Costs		-	-
Profit(Loss) after Finance costs		<u>1,086,378</u>	<u>(120,604)</u>
Income tax	8	(269,469)	(385,065)

Net Profit/(loss) after Tax	<u>816,909</u>	<u>(505,669)</u>
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Statement of Financial Position as at 31 December 2024

	Note	2024 ZMW	2023 ZMW
Assets			
Non-Current Assets			
Property and equipment - Work in Progress	7(i)	117,826,010	107,202,736
Property and equipment – Genset		1,232,294	1,297,151
Office Equip and Furniture		74,971	48,995
Right of Use Asset – Leased Land	7(ii)	<u>35,599,744</u>	<u>36,561,899</u>
		<u>54,733,019</u>	<u>145,110,781</u>
Current Assets			
Zesco Power Security Deposit		200,000	200,000
Bank		927,146	526,847
Receivables		336,720	222,364
Prepaid Expenses – Fuel		-	30,000
		<u>1,463,866</u>	<u>979,211.00</u>
Total Assets		<u>156,196,885</u>	<u>146,089,992</u>
Accumulated Funds and Liabilities			
Accumulated Funds			
Equity	9	364,145	360,595
Share Premium		98,762,390	97,488,119
Retained Earnings (Loss)		311,239	(505,669)
Shareholders' Interest		<u>99,437,774</u>	<u>97,343,045</u>
Liabilities			
Non-Current Liabilities			
Lease Obligations	7(iii)	35,599,744	36,561,899.00
Amounts due to Related Parties	15	<u>18,444,679</u>	<u>10,851,173.00</u>
Current Liabilities			
Prepaid Rent		136,512	56,000
Security Deposit		182,241	159,740
Current Account – EIZ	15	1,014,047	626,128
Accounts Payable		491,789	106,942
Rental Tax	8	618,782	385,065
Employee Provisions		271,317	-
Total Current Liabilities		<u>2,714,688</u>	<u>1,333,875</u>
Total Accumulated Funds and Liabilities		<u>156,196,885</u>	<u>146,089,992</u>

Statement of Cashflow for the year ended 31st December 2024

	2024	2025
	ZMW	ZMW
Cash flows from operating activities	816,908	(505,669)
Depreciation/Amortisation/Provisions/Book entries	(1,458,549)	385,065
Operating cash flows before movements in working capital	(641,640)	(120,604)
Changes in operating assets and liabilities		
Movement in receivables	(114,356)	(252,364)
Movement in payables	1,109,498	948,809
Net cash (out)/inflow from operating assets and liabilities	353,501	575,841
Cash flows from investing activities		
Investment in property	(10,660,528)	(10,900,168)
Net cash from investing activities	(10,660,528)	(10,900,168)
Cash flows from financing activities		
Sale of Shares	1,277,820	-
Capital injection loan received	9,429,505	10,851,173
Net cash flows from financing activities	10,707,325	10,851,173
Net cash inflow / (outflow)	400,299	526,846
Cash at the beginning of the year	526,847	-
Cash and cash equivalents at end of the year	927,146	526,846

Statement of Changes in Equity – 31 December 2024

	Share capital	Reserves	Total
At 1 January 2024	97,848,714	-505,669	97,343,045
Sale of Shares	1,277,820	-	1,277,820
Capital investment during the year	-	816,908	816,908
At 31 December 2024	99,126,534	311,240	99,437,774

354,950 ordinary shares were issued during the year in a rights issue that ran from March 4th and closed on July 30th 2024. The major shareholder, the Engineering Institution of Zambia (“EIZ”) invested in debt of the Company.



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Sponsoring Broker

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