



# UGANDA CLAYS LIMITED

Beauty to Last

## UNAUDITED INTERIM CONDENSED FINANCIAL STATEMENTS FOR THE SIX MONTHS ENDED 30<sup>TH</sup> JUNE 2025

### 1. INTERIM CONDENSED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	UNAUDITED 6 MONTHS ENDED 30 JUNE 2025 (US\$ 'M)	AUDITED 2024 (US\$ 'M)
Revenue	15,055	15,321
Cost of sales	(10,156)	(12,712)
<b>Gross profit</b>	<b>4,899</b>	<b>2,609</b>
Other income	49	162
Overhead costs	(5,242)	(5,206)
<b>Operating profit/(loss)</b>	<b>-294</b>	<b>(2,435)</b>
Finance costs	(1,703)	(1,426)
Loss before income tax	(1,996)	(3,861)
Income tax credit	624	1,533
<b>Loss after tax for the period</b>	<b>(1,373)</b>	<b>(2,328)</b>
Basic loss per share	(1.53)	(2.59)

### 2. INTERIM CONDENSED STATEMENT OF FINANCIAL POSITION

	UNAUDITED 30 JUNE 2025 (US\$ 'M)	AUDITED 2024 (US\$ 'M)
Non - current assets	59,692	53,831
Current assets	19,003	21,937
<b>Total assets</b>	<b>78,695</b>	<b>75,768</b>
Equity	36,914	40,809
Non - current liabilities	23,342	21,663
Current liabilities	18,439	13,296
<b>Total equity and liability</b>	<b>78,695</b>	<b>75,768</b>

### 3. INTERIM CONDENSED STATEMENT OF CHANGES IN EQUITY

	Ordinary share capital (US\$ 'M)	Share premium (US\$ 'M)	Other components of equity (US\$ 'M)	Retained earnings (US\$ 'M)	Total (US\$ 'M)
At 1st January 2025	900	9,766	4,790	22,831	38,287
Loss for the period	-	-	-	(1,373)	(1,373)
At 30 <sup>th</sup> June 2025	900	9,766	4,790	21,458	36,914

### 4. INTERIM CONDENSED STATEMENT OF CASHFLOWS

	UNAUDITED 30 JUNE 2025 (US\$ 'M)	AUDITED 2024 (US\$ 'M)
<b>Operating activities</b>		
Cash from operations	(4,286)	2,618
<b>Net cash generated from operating activities</b>	<b>(4,286)</b>	<b>2,618</b>
<b>Investing activities</b>		
Cash paid for purchase property and equipment	(1,712)	(3,002)
Interest received on investment securities	833	147
Net cash used in investing activities	(879)	(2,855)
<b>Financing activities</b>		
Net proceeds from short term loan	5,160	256
Net cash from financing activities	5,160	256
<b>Movement in cash and cash equivalents</b>		
At 1st January 2025	289	759
Increase/(decrease)	(5)	19
<b>At 30<sup>th</sup> June 2025</b>	<b>284</b>	<b>778</b>

### Overview

The Board of Directors of Uganda Clays Limited (UCL) is pleased to present the unaudited interim condensed financial results for the six months ended 30 June 2025. The company experienced operational disruptions in the first quarter, which led to lower sales. Performance improved in the second quarter. UCL also achieved progress in its cost optimization initiatives, resulting in a reduction in total costs. However, the combination of reduced revenues and higher finance costs led to a loss for the period.

Despite generally positive macroeconomic conditions in Uganda, the economic environment in the first half of 2025 was mixed. While inflation increased and the economy grew, the Ugandan shillings continued to decline against the dollar and euro, impacting the cost of equipment and spare parts purchased from Europe.

The company has continued to enhance automation, leading to improved product recovery from the second quarter onward. This trend is expected to continue throughout the year. As a result, sales revenue is projected to grow in the second half of the year and beyond. In addition, UCL remains committed to maintaining rigorous health and safety standards to safeguard the well-being of both employees and customers.

### Performance Highlights

**Revenue** for the period declined by 2%, reaching UGX 15.1 billion compared to UGX 15.3 billion for the same period in 2024. This decline was caused by the operational disruptions in the first quarter resulting into lower production hence lower sales revenues in the period.

**Gross profit** for the period rose by 88% to UGX 4.9 billion, compared to UGX 2.6 billion in the same period of 2024. This growth was driven by cost and process optimization, which improved product recoveries and reduced production input costs.

**Overhead costs** increased slightly by 1%, to UGX 5.24 billion from UGX 5.21 billion. The increase was due to consultancy costs incurred in sourcing funds for operations in addition to the increased depreciation for the period.

**Finance costs** increased to UGX 1.7 billion during the period, compared to UGX 1.4 million in 2024. This rise was increased interest being charged from the additional loans of UGX 6bn that the company acquired during the period.

As a result, the company reported a **loss after tax** of UGX 1.37 billion for the period compared to UGX 2.33 billion in the previous period.

**Total assets** increased to UGX 78.7 billion, a 4% rise from UGX 75.8 billion in the previous year. This growth was driven by the acquisition of machinery during the period.

**Cashflow performance** Cash and cash equivalents decreased to UGX 284 million during the period, down from UGX 778 million in the previous period. The reduction was mainly due to higher payments toward liabilities, including supplier obligations and statutory dues, combined with a decline in revenues during the period.

### Dividend

Given the company's loss during the period, the company is unable to declare and pay an interim dividend for the six months ending 30<sup>th</sup> June 2025.

### Message from the Directors

The unaudited interim condensed financial statements are extracts from the books of the Company. The most recent audited financial statements of the company for the year ended 31<sup>st</sup> December, 2024 are available on the company's website [www.ugandaclays.co.ug](http://www.ugandaclays.co.ug).

The unaudited interim condensed financial statements were approved for issue by the Board of Directors on 27<sup>th</sup> August 2025, and signed on their behalf by:

Eng. Martin Kasekende  
CHAIRMAN OF THE BOARD

Reuben Tumwebaze  
MANAGING DIRECTOR

Shareholders are urged to contact the Company's Share Registrar, SCD Registrars, to update their contact details for ease of communication and receipt of dividends. The contacts of the Share Registrar are: UAP Nakawa Business Park, Plot 3-5, New Port Bell Road, Block A, 4th Floor, P. O. Box 23552, Kampala. Tel: +256-312-370-815/7/8; email: [registry@use.or.ug](mailto:registry@use.or.ug). For more details about the Company, please visit: <http://www.ugandaclays.co.ug>