



PROFIT WARNING ANNOUNCEMENT FINANCIAL YEAR ENDING 31 DECEMBER 2020

TPS Eastern Africa PLC ("the Company") makes this Announcement pursuant to the requirements of the Capital Markets (Securities) (Public Offers, Listings, and Disclosure) Regulations 2002 and the Nairobi Securities Exchange Listing Regulations.

The global outbreak of the unprecedented Covid-19 pandemic in late 2019 and confirmation of the first case in Kenya on 13th March 2020 and the subsequent developments had seen a number of health directives and protocols issued by the East African governments to contain the spread of the novel virus. The directives and protocols included among others: cessation of movements across national boundaries and within some countries; temporary suspension of local and international flights; and temporary closure of hotels and restaurants. This had resulted in a devastating effect on the Tourism Sector in East Africa and severely impacted the operations of the Company in terms of disruptions to confirmed bookings and therefore the financial performance for 2020 and beyond.

Consequently, the Board of Directors having reviewed the Company's performance forecast for the current trading period has determined that the earnings for the financial year ending 31st December 2020 will be lower than the earnings for 2019 by at least twenty five percent.

The Company will sustain ongoing interventions to minimize the overall impact of the pandemic on it's results for the year while accelerating the implementation of its strategic initiatives to safeguard shareholder value, maintain market share, enhance efficiency and ensure the Company's success in the long term.

The Board and Management remains confident of the Company's long-term strategy.

By Order of the Board

Dominic Ng'ang'a
Company Secretary

July 23, 2020
Nairobi



SERENA HOTELS

SAFARI LODGES AND CAMPS
HOTELS • RESORTS