

Press Announcement

National Investments Plc (NICOL) is pleased to announce its results for the year ended 31st December 2022. The Group's profit before taxation increased by 51% from TZS 4.1 billion recorded in year 2021 to TZS 6.2 billion in the year 2022 with growth in the investment assets value by 40% to TZS 103 billion.

Financial Highlights

Interest Income	Tzs 3.020 'billion' FY 2022	Tzs 1.336 'billion' FY 2021	126% ↑ Change
Dividend Income	Tzs 5.323 'billion' FY 2022	Tzs 4.354 'billion' FY 2021	22% ↑ Change
Profit Before Tax	Tzs 6.197 'billion' FY 2022	Tzs 4.099 'billion' FY 2021	51% ↑ Change
Basic Earnings per Share	Tzs 96.04 FY 2022	Tzs 62.89 FY 2021	53% ↑ Change
Investment Portfolio	Tzs 103.05 'billion' FY 2022	Tzs 74.31 'billion' FY 2021	40% ↑ Change
Net Assets Value per Share	Tzs 1,687 FY 2022	Tzs 1,185 FY 2021	42% ↑ Change

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE YEAR ENDED 31ST DECEMBER 2022

	Group 2022 TZS'000	Company 2022 TZS'000	Company 2021 TZS'000
Interest income	3,019,960	3,019,960	1,335,510
Dividend income	5,322,391	5,322,391	4,354,438
Other income	218,381	218,381	-
Administrative expenses	(2,095,439)	(2,024,193)	(1,323,233)
Other operating expenses	(180,935)	(180,935)	(256,494)
Operating profit	6,284,358	6,355,604	4,110,221
Finance costs	(87,685)	(87,685)	(11,242)
Profit before taxation	6,196,673	6,267,919	4,098,979
Tax charge	(277,344)	(277,344)	(221,992)
Profit for the year	5,919,329	5,990,575	3,876,987
Attributable to:			
Owners of the Company	5,920,041	-	-
Non-controlling interest	(712)	-	-
	5,919,329	-	-
Other comprehensive income:			
Items that will not be reclassified subsequently to profit or loss:			
Fair value revaluation gain/(loss) on equity instruments designated at FVOCI	26,475,901	26,475,901	(8,429,678)
Loss on sale of equity investments	(230,264)	(230,264)	(4,224,000)
	26,245,647	26,475,637	(12,653,678)
Total comprehensive income/(loss) for the year net of tax	32,164,966	32,236,212	(8,776,691)
Attributable to:			
Owners of the Company	32,165,678	-	-
Non-controlling interest	(712)	-	-
	32,164,966	-	-
Basic and diluted earnings per share	96.04	97.19	62.89

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31ST DECEMBER 2022

	Share capital	Share premium	Fair value reserve on equity investments at FVTOCI	Retained earnings	Non-controlling interest	Total
	TZS'000	TZS'000	TZS'000	TZS'000	TZS'000	TZS'000
Year ended 31 December 2022						
At start of year	7,705,604	1,587,385	48,624,803	15,115,417	-	73,033,209
Profit for the year:	-	-	-	5,920,041	(712)	5,919,329
Adjustment of share register	(1,250)	1,250	-	-	-	-
Other comprehensive income for the year, net of income tax						
Fair value on disposed equity	-	-	(16,438,744)	16,438,744	-	-
Gain in fair value of equity instruments designated at fair value through other comprehensive income	-	-	26,475,901	-	-	26,475,901
Loss on disposed equity investments	-	-	(230,264)	-	-	(230,264)
Transactions with owners:						
Dividends:						
Final dividend for 2021	-	-	-	(1,232,697)	-	(1,232,697)
At end of year	7,704,354	1,588,635	58,431,696	36,241,505	(712)	103,965,478

STATEMENT OF FINANCIAL POSITION AS AT 31ST DECEMBER 2022

	Group 2022 TZS'000	Company 2022 TZS'000	Company 2021 TZS'000
Equity			
Share capital	7,704,354	7,704,354	7,705,604
Share premium	1,588,635	1,588,635	1,587,385
Retained earnings	36,241,505	36,312,039	15,115,417
Fair value through OCI reserve	58,431,696	58,431,696	48,624,803
Equity attributable to owners	103,966,190	104,036,724	73,033,209
Non-controlling interest	(712)	-	-
Total Equity	103,965,478	104,036,724	73,033,209
Non-current liabilities			
Lease liabilities	-	-	31,822
Borrowings	18,514,286	18,514,286	-
	18,514,286	18,514,286	31,822
	122,479,764	122,551,010	73,065,031
REPRESENTED BY			
Non-current assets			
Property and equipment	62,024	62,024	62,972
Capital work in progress	1,861,864	1,861,864	1,632,000
Right-of-use asset	27,912	27,912	95,787
Long-term receivable	-	1,534,247	-
Investment in subsidiary	-	25	-
Equity investments at FVTOCI	66,464,348	66,464,348	57,123,378
Government securities at amortized cost	34,637,359	34,637,359	15,400,196
	103,053,507	104,587,779	74,314,333
Current assets			
Trade and other receivables	743,905	1,309,658	259,435
Investment property	1,754,294	-	-
Deposits with financial institutions	10,021,918	10,021,918	-
Cash and cash equivalents	11,949,680	11,675,220	636,834
	24,469,797	23,006,796	896,269
Current liabilities			
Lease liabilities	6,025	6,025	41,815
Borrowings	3,085,714	3,085,714	-
Provisions	608,240	608,240	788,826
Trade and other payables	161,098	161,123	251,140
Dividends payable	1,182,463	1,182,463	1,063,790
	5,043,540	5,043,565	2,145,571
Net current assets/(liabilities)	19,426,257	17,963,231	(1,249,302)
	122,479,764	122,551,010	73,065,031

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31ST DECEMBER 2022

	Group 2022 TZS'000	Company 2022 TZS'000	Company 2021 TZS'000
Operating activities			
Cash from operations	2,612,671	583,942	2,036,091
Tax paid	(277,344)	(277,344)	(221,992)
Net cash from operating activities	2,335,327	306,598	1,814,099
Investing activities			
Purchase of equipment	(34,548)	(34,548)	(68,629)
Purchase investment property	(1,754,294)	-	-
Capital work in progress	(229,864)	(229,864)	-
Investment in subsidiary	-	(25)	-
Purchase of treasury bonds	(19,237,163)	(19,237,163)	(13,657,957)
Proceeds from disposal of equity investments	16,904,667	16,904,667	11,220,000
Movement in deposits with banks	(10,021,918)	(10,021,918)	-
Interest income fixed deposit	144,732	144,732	46,033
Interest income treasury bonds	2,859,920	2,859,920	1,289,477
Interest income on account balance	15,308	15,308	-
Net cash from/(used in) investing activities	(11,353,160)	(9,598,891)	(1,171,076)
Financing activities			
Dividends paid	(1,114,024)	(1,114,024)	(713,703)
Borrowings	21,600,000	21,600,000	-
Payment of loan processing fee	(76,464)	(76,464)	-
Interest paid on lease liabilities	(11,221)	(11,221)	(11,242)
Principal payment on lease liabilities	(67,612)	(67,612)	(50,350)
Net cash used in financing activities	20,330,679	20,330,679	(775,295)
Increase/(decrease) in cash and cash equivalents	11,312,846	11,038,386	(132,272)
Movement in cash and cash equivalents			
At start of year	636,834	636,834	769,106
Increase/(Decrease) in cash and cash equivalents	11,312,846	11,038,386	(132,272)
At end of year	11,949,680	11,675,220	636,834

These Financial Statements were audited by PricewaterhouseCoopers (PwC), approved by the Board and signed on its behalf by: