

NATIONAL INVESTMENTS PLC



The Economic Shield of the Nation

INTERIM FINANCIAL RESULTS FOR THE HALF YEAR ENDED 30TH JUNE 2021

HEADLINE RESULTS

By order of the Board, the Management of National Investments Plc is pleased to announce its results for the six-month period ended 30th June 2021.

FINANCIAL HIGHLIGHTS

	Half year		% Change	As at
	30-Jun-21	30-Jun-20		31-Dec-20
	TZS '000	TZS '000		TZS '000
Income	4,576,373	3,293,011	39%	3,558,600
Expenses	(536,392)	(850,558)	-37%	(1,875,232)
Taxation	(215,896)	(164,650)	31%	(175,312)
Profit after Tax	3,824,085	2,277,803	68%	1,508,056

Financial Review

The National Investments PLC is pleased to announce its Half Year 2021 results. The Company's Income rose by **39%** due to increased dividend income from equity investments and interest income from Government Bonds.

Operating expenses decreased by **37%** attributed largely by the reduction of court cases, and stricter control of administrative expenses in comparison to the previous year.

As a result of increased Revenues and cost reduction, the Company's profit after tax increased by **68%**, compared to the previous half year.

In line with the Company's diversification strategy, as at half year ended 30th June 2021, a total sum of **TZS 7.6 billion** was invested in Government Bonds. Investment in Government Securities is expected to reach a sum of **TZS 15 billion** at the end of year 2021. This diversification initiative is expected to enhance company's income, make it possible to declare higher annual dividend payments to the shareholders, as well as improve the company's assets value.

NATIONAL INVESTMENTS PUBLIC LIMITED COMPANY
FINANCIAL STATEMENTS
FOR THE HALF YEAR ENDED 30TH JUNE 2021

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	Half year		As at
	30-Jun-21 TZS '000	30-Jun-20 TZS '000	31-Dec-20 TZS '000
Investments Income			
Dividend Income	4,317,925	3,292,996	3,506,247
Interest Income	258,448	-	52,330
Total Investment Income	4,576,373	3,292,996	3,558,578
Other Income		14	23
Total Other Income	-	14	23
Total Income	4,576,373	3,293,011	3,558,600
Employees Benefit expenses	(195,994)	(287,116)	(770,369)
Administration Expenses	(256,673)	(502,671)	(967,675)
Other operating Costs	(83,725)	(60,771)	(137,187)
Total Operating Income	4,039,981	2,442,453	1,683,369
Finance Expenses			
Profit before Income tax	4,039,981	2,442,453	1,683,369
Taxation	(215,896)	(164,650)	(175,312)
Profit after taxation	3,824,085	2,277,803	1,508,056
Other Comprehensive Income/Loss Items not classified to the profit or loss			
Net change in fair value (loss)/gain on available for sale financial assets during the year	632,058	(754,992)	(155,014)
Loss on disposal of equity investments	(2,571,594)	(677,672)	(677,672)
Total comprehensive income/Loss	1,884,548	845,139	675,370
Basic earnings per share (TZS)	56	33	22
Diluted earnings per share (TZS)	56	33	22

NATIONAL INVESTMENTS PUBLIC LIMITED COMPANY
FINANCIAL STATEMENTS
FOR THE HALF YEAR ENDED 30TH JUNE 2021

STATEMENT OF THE FINANCIAL POSITION

	Half year		As at
	30-Jun-21 TZS '000	30-Jun-20 TZS '000	31-Dec-20 TZS '000
Assets			
Non-current assets			
Property, plant and equipment	1,704,770	1,675,666	1,658,463
Equity Investments	72,226,723	81,074,750	80,997,057
Government Securities	7,594,895	-	1,093,450
	81,526,388	82,750,416	83,748,970
Current assets			
Trade and other receivables	236,986	111,089	68,773
Cash and cash equivalents	4,434,637	3,061,685	769,105
	4,671,622	3,172,773	837,878
Total Assets	86,198,010	85,923,190	84,586,847
Equity and Liabilities			
Capital and Reserve			
Issued Share capital	8,645,647	8,645,647	8,645,647
Share premium	647,342	647,342	647,342
Retained earnings	12,092,897	1,449,332	2,016,624
Available for sale investments reserve	63,268,110	73,440,534	71,548,082
Equity attributable to owners of the company	84,653,996	84,182,855	82,857,695
Non-controlling interests			
Total equity	84,653,996	84,182,855	82,857,695
Current liabilities			
Trade and other payables	19,409	23,057	122,320
Accrued	888,607	921,463	877,132
Dividend Payable	635,998	795,815	729,701
	1,544,014	1,740,335	1,729,153
Total Liabilities	1,544,014	1,740,335	1,729,153
Total Equity and Liabilities	86,198,010	85,923,190	84,586,847

NATIONAL INVESTMENTS PUBLIC LIMITED COMPANY
FINANCIAL STATEMENTS
FOR THE HALF YEAR ENDED 30TH JUNE 2021

STATEMENT OF CASH FLOWS

	Half year		As at
	30-Jun-21 TZS '000	30-Jun-20 TZS '000	31-Dec-20 TZS '000
Operating activities			
Cash from operations	3,536,574	1,383,400	670,739
Tax paid	(215,896)	(164,650)	(175,312)
Net cash from operating activities	3,320,678	1,218,750	495,427
Investing activities			
Cash paid for purchase of property, plant and equipment	(60,997)	(6,348)	(13,446)
Proceeds from disposal of equity investments	6,742,538	1,846,644	1,869,440
Proceeds from disposal of property, plant and equipment			-
Net cash from/(used in) investing activities	6,681,541	1,840,297	1,855,994
Financing activities			
Repayments of borrowings			-
Cash paid for purchase of government bonds	(6,320,447)		(1,041,120)
Interest Income Received	77,450		
Dividend paid	(93,692)	(70,000)	(613,834)
Net cash used in financing activities	(6,336,688)	(70,000)	(1,654,954)
Increase/(decrease) in cash and cash equivalents	3,665,531	2,989,047	696,467
Movement in cash and cash equivalents			
At start of year	769,106	72,638	72,638
Increase/(decrease) in cash and cash equivalents	3,665,531	2,989,047	696,467
At end of year	4,434,637	3,061,685	769,106

BY ORDER OF THE BOARD
NATIONAL INVESTMENTS PLC

Ag. CHIEF EXECUTIVE OFFICER