



THE NATIONAL INVESTMENT TRUST LIMITED

(Incorporated in Malawi on 20th September 2001 under registration number 6024)

INTERIM RESULTS FOR THE SIX MONTHS ENDED 30 JUNE 2016

Statement of comprehensive income

	Unaudited 6 Months Ended 30 Jun 2016	Unaudited 9 Months Ended 30 Jun 2015	Audited 15 Months Ended 31 Dec 2015
	MK'000	MK'000	MK'000
Income			
Dividends	125,440	217,816	301,635
Interest income	12,267	20,904	37,302
Total Income	137,707	238,720	338,937
Total expenses	(50,251)	(68,128)	(100,616)
Operating profit before tax	87,456	170,592	238,321
Fair Value (loss)/gain on equity Investments	(1,042,593)	873,546	265,608
(Loss)/Profit before tax	(955,137)	1,044,138	503,929
Income tax expense	(12,981)	(29,239)	44,085
Net (loss)/profit for the year	(968,118)	1,014,899	548,014
Total comprehensive (loss)/income attributable to equity holders of the company	(968,118)	1,014,899	548,014
Number of shares in issue	135,000	135,000	135,000
Basic and diluted (loss)/earnings per share (Tambala)	(717)	752	406

Statement of cash flows

	Unaudited 6 Months Ended 30 June 2016 MK'000	Unaudited 9 Months Ended 30 Jun 2015 MK'000	Audited 15 Months Ended 31 Dec 2015 MK'000
Operating activities			
Dividends received	106,716	190,406	315,505
Interest received	13,956	19,935	36,354
	120,672	210,341	351,859
Operating expenditure	(57,833)	(72,862)	(101,703)
	62,839	137,479	250,156
Taxes paid	(23,204)	(22,577)	(32,635)
Cash flows from operating activities	39,635	114,902	217,521
Investing activities			
Purchase of shares	(16,463)	-	(9,253)
Disposal of Shares	55,105	-	10,700
Cash flows from investing activities	38,642	-	1,447
Financing activities			
Dividends paid	(108,000)	(148,500)	(229,500)
Cash flows used in financing activities	(108,000)	(148,500)	(229,500)
Net (decrease)/ increase in cash and cash equivalents	(29,723)	(33,598)	(10,532)
Cash and cash equivalents at beginning of year	209,861	220,393	220,393
Cash and cash equivalents at end of year	180,138	186,795	209,861

Statement of financial position

	Unaudited 6 Months Ended 30 Jun 2016 MK'000	Unaudited 9 Months Ended 30 Jun 2015 MK'000	Audited 15 Months Ended 31 Dec 2015 MK'000
Assets			
Equity investments	6,519,035	8,209,658	7,600,270
Other current assets	28,399	53,978	2,702
Cash and cash equivalents	180,138	186,795	209,861
Total assets	6,727,572	8,450,431	7,812,833
Equity and liabilities			
Equity			
Share capital	2,700	2,700	2,700
Share premium	169,550	169,550	169,550
Retained earnings	6,498,062	8,122,065	7,574,180
Total equity	6,670,312	8,294,315	7,746,430
Liabilities			
Deferred tax liability	4,999	84,803	4,999
Provision for withholding tax	-	3,736	-
Income tax	2,268	12,309	12,490
Current liabilities	49,993	55,268	48,914
Total liabilities	57,260	156,116	66,403
Total equity and liabilities	6,727,572	8,450,431	7,812,833

Statement of changes in equity

	Share Capital MK'000	Share Premium MK'000	Retained Earnings MK'000	Total MK'000
Balance as at 1 October 2014	2,700	169,550	7,255,666	7,427,916
Dividends paid	-	-	(229,500)	(229,500)
Total comprehensive income	-	-	548,014	548,014
31 December 2015	2,700	169,550	7,574,180	7,746,430
Balance as at 1 January 2016	2,700	169,550	7,574,180	7,746,430
Dividends paid	-	-	(108,000)	(108,000)
Total comprehensive loss	-	-	(968,118)	(968,118)
30 June 2016	2,700	169,550	6,498,062	6,670,312

Overview of results

The Company's equity portfolio decreased by 20.6% (2015: 19.8% growth) during the period while the Malawi Domestic Share Index decreased by 18.2% (2015: 28.1% growth) during the same period. Dividend income declined by 42.4% (2015: 4.1%) from K218 million to K125 million. The company had revaluation losses on its equity investments amounting to K1 billion compared to a gain of K874 million in the previous period. Overall the Company made a loss after tax of K968 million (2015: K1 billion profit after tax) largely due to the challenging economic conditions that have affected the share prices of most investee companies.

Dividends

The directors approved an interim dividend of 30 tambala per share (2015 interim: 60 tambala per share) payable on 23 September 2016 to shareholders appearing in the register at the close of business on 16 September 2016. The register of members will be closed from 16 September 2016 to 23 September 2016.

By order of the Board.



G. Chimimba
Chairman



R.E. Mdeza
Director

A copy of this announcement has been posted to all members and additional copies can be obtained from licensed stockbrokers.