



# THE NATIONAL INVESTMENT TRUST PLC

(Incorporated in Malawi on 20<sup>th</sup> September 2001 under registration number 6024)

## INTERIM RESULTS FOR THE SIX MONTHS ENDED 30 JUNE 2020

### Statement of comprehensive income

	Unaudited 6 Months Ended 30 Jun 2020	Unaudited 6 Months Ended 30 Jun 2019	Audited 12 Months Ended 31 Dec 2019
	MK'000	MK'000	MK'000
<b>Income</b>			
Dividends	96,176	122,016	259,100
Interest income	4,816	2,682	6,731
Other income	-	-	40,010
<b>Total Income</b>	100,992	124,698	305,841
<b>Total expenses</b>	(79,427)	(72,057)	(151,360)
<b>Profit before fair value gains</b>	21,565	52,641	154,481
<b>Fair Value gains on equity</b>			
Investments	346,130	626,740	1,690,891
<b>Profit before tax</b>	367,695	679,381	1,845,372
<b>Income tax expense</b>	(4,142)	(7,607)	(65,679)
<b>Profit for the year</b>	363,553	671,774	1,779,693
<b>Number of shares in issue</b>	135,000	135,000	135,000
<b>Basic and diluted earnings per share (Tambala)</b>	269	498	1,318

### Statement of cash flows

	Unaudited 6 Months Ended 30 Jun 2020 MK'000	Unaudited 6 Months Ended 30 Jun 2019 MK'000	Audited 12 Months Ended 31 Dec 2019 MK'000
<b>Operating activities</b>			
Dividends received	45,590	80,539	259,100
Interest received	2,842	3,008	6,974
Other income received	-	-	40,010
	48,432	83,547	306,084
Operating expenditure	(72,642)	(57,426)	(140,325)
	(24,210)	26,121	165,759
Taxes paid	(4,590)	(8,931)	(22,705)
Cash from operating activities	(28,800)	17,190	143,054
<b>Cash flows from investing activities</b>			
Purchase of shares	(381,900)	(114,254)	(1 480 147)
Disposal of Shares	516,112	162,297	1 429 990
Cash used in investing activities	134,212	48,043	(50,157)
<b>Cash flows from financing activities</b>			
Dividends paid	-	(67,500)	(135,000)
Cash used in financing activities	-	(67,500)	(135,000)
<b>Net increase/ (decrease) in cash and cash equivalents</b>	105,412	(2,267)	(42,103)
Cash and cash equivalents at beginning of the period	81,944	124,047	124,047
Cash and cash equivalents at the end of the period	187,356	121,780	81,944

### Statement of financial position

	Unaudited 6 Months Ended 30 Jun 2020 MK'000	Unaudited 6 Months Ended 30 Jun 2019 MK'000	Audited 12 Months Ended 31 Dec 2019 MK'000
<b>Assets</b>			
Equity Investments	11,826,106	10,451,835	11,614,188
Deferred tax asset	-	33,807	-
Other assets	73,857	61,880	8,885
Cash and cash equivalents	187,356	121,780	81,944
<b>Total assets</b>	12,087,319	10,669,302	11,705,017
<b>Equity and liabilities</b>			
<b>Equity</b>			
Share capital	2,700	2,700	2,700
Share premium	169,550	169,550	169,550
Retained earnings	11,773,870	10,369,896	11,410,315
<b>Total equity</b>	11,946,120	10,542,146	11,582,565
<b>Liabilities</b>			
Deferred tax liability	10,050	-	10,050
Income tax liability	292	300	740
Other liabilities	130,857	126,856	111,662
<b>Total liabilities</b>	141,199	127,156	122,452
<b>Total equity and liabilities</b>	12,087,319	10,669,302	11,705,017

### Statement of changes in equity

	Share Capital MK'000	Share Premium MK'000	Retained Earnings MK'000	Total MK'000
Balance as at 1 January 2019	2,700	169,550	9,765,622	9,937,872
Dividends paid	-	-	(135,000)	(135,000)
Total comprehensive profit	-	-	1,779,695	1,779,695
31 December 2019	2,700	169,550	11,410,317	11,582,567
Balance as at 1 January 2020	2,700	169,550	11,410,317	11,582,567
Total comprehensive profit	-	-	363,553	363,553
30 June 2020	2,700	169,550	11,773,870	11,946,120

### Overview of results

During the six months period to 30 June 2020, the Company's equity portfolio value grew by 1.8% (2019: 5.9%) while the Malawi All Share Index decreased by 1.6% (2019: 3.4% growth). During the same period, dividend income was K96 million (2019: K122 million). The company had revaluation gains on its equity investments amounting to K346 million (2019: K627 million). Overall, the Company made a profit after tax of K364 million (2019: K671 million) due to share price decreases on some of its investee companies.

### Dividends

The Directors approved an interim dividend of 50 tambala per share (2019 interim: 50 tambala per share) payable on 30 October 2020 to shareholders appearing in the register at the close of business on 23 October 2020. The register of members will be closed as at close of business on 23 October 2020 to 30 October 2020.

By order of the Board.

E. Gondwe  
Chairperson

G.M. Msisha  
Director