



THE NATIONAL INVESTMENT TRUST PLC
(Incorporated in Malawi on 20th September 2001 under registration number 6024)
SUMMARY AUDITED RESULTS FOR THE YEAR ENDED 31 DECEMBER 2020

Summary statement of comprehensive income

	12 Months Ended 31 Dec 2020 MK'000	12 Months Ended 31 Dec 2019 MK'000
Dividend income	341 626	259 100
Interest income	20 860	6 731
Other income	-	40 010
Total Income	362 486	305 841
Total expenses	(172 675)	(151 360)
Profit before fair value gains	189 811	154 481
Fair Value gains on equity investments	1 426 766	1 690 891
Profit before tax	1 616 577	1 845 372
Income tax charge	(138 055)	(65 679)
Profit for the year	1 478 522	1 779 693
<i>There were no items of other comprehensive income during the year.</i>		
Number of shares in issue	135 000	135 000
Basic and diluted earnings per share (Tambala)	1 095	1 318

Summary statement of cash flows

	12 Months Ended 31 Dec 2020 MK'000	12 Months Ended 31 Dec 2019 MK'000
Operating activities		
Dividends received	346 119	259 100
Interest received	20 269	6 974
Other income received	-	40 010
	366 748	306 084
Operating expenditure	(217 199)	(140 325)
	149 549	165 759
Taxes paid	(29 308)	(22 705)
Cash from operating activities	120 241	143 054
Cash flows from investing activities		
Purchase of shares	(914 680)	(1 480 147)
Disposal of Shares	1 090 835	1 429 990
Cash used in investing activities	176 155	(50 157)
Cash flows from financing activities		
Dividends paid	(101 250)	(135 000)
Cash used in financing activities	(101 250)	(135 000)
Net decrease in cash and cash equivalents	195 146	(42 103)
Cash and cash equivalents at beginning of the period	81 944	124 047
Cash and cash equivalents at end of the period	277 090	81 944

Summary statement of financial position

	As at 31 Dec 2020 MK'000	As at 31 Dec 2019 MK'000
Assets		
Equity investments	12 864 799	11 614 188
Other assets	64 651	8 885
Cash and cash equivalents	277 090	81 944
Total assets	13 206 540	11 705 017
Equity and liabilities		
Equity		
Share capital	2 700	2 700
Share premium	169 550	169 550
Retained earnings	12 787 587	11 410 315
Total equity	12 959 837	11 582 565
Liabilities		
Deferred tax liability	116 276	10 050
Income tax liability	3 261	740
Other liabilities	127 166	111 662
Total liabilities	246 703	122 452
Total equity and liabilities	13 206 540	11 705 017

Summary 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	-	-	1 779 693	1 779 693
31 December 2019	2 700	169 550	11 410 315	11 582 565
Balance as at 1 January 2020	2 700	169 550	11 410 315	11 582 565
Dividends paid	-	-	(101 250)	(101 250)
Total comprehensive profit	-	-	1 478 522	1 478 522
31 December 2020	2 700	169 550	12 787 587	12 959 837

Overview of results

During the period, the Company's equity portfolio grew by 10.8% (2019: 17.6%) while the Malawi All Share Index grew by 7.1% (2019: 4.4%). Dividend income increased by 31.9% to K342 million from K259 million in prior period. The Company had revaluation gains on its equity investments amounting to K1.4 billion compared to K1.7 billion in the previous period. Overall the Company made a lower profit after tax of K1.4 billion (2019: K1.8 billion) largely due to share price losses on some investee companies.

Dividends

An interim dividend of 50 tambala per share (2019: 50 tambala per share) was paid in October 2020. The Directors have recommended a final dividend of 80 tambala per share (2019: 25 tambala per share). The payment date will be announced after the Company's Annual General Meeting (AGM).

Basis of preparation

The Directors have prepared the summary financial statements to meet the Malawi Stock Exchange listing requirements. The Directors have considered the Malawi Stock Exchange listing requirements and believe that the summary statements of financial position, comprehensive income, changes in equity and cash flows are sufficient to meet the requirements of the users of the summary financial statements. The amounts in the summary financial statements are prepared in accordance with the framework concepts and the measurement and recognition requirements of International Financial Reporting Standards. The summary financial statements have been derived from the Annual Financial Statements which were approved by the Board of Directors on 29 March 2021 and can be accessed at the registered office of the Company's fund managers, NICO Asset Managers Limited.

By order of the Board.

Esther Gondwe

Godfrey Msisha

REPORT OF THE INDEPENDENT AUDITOR ON THE SUMMARY FINANCIAL STATEMENTS

To the members of National Investment Trust plc

Opinion

The summary financial statements, which comprise the summary statement of financial position as at 31 December 2020, and the summary statement of comprehensive income, summary statement of changes in equity and summary statement of cash flows for the year then ended are derived from the audited financial statements of National Investment Trust plc for the year ended 31 December 2020.

In our opinion, the accompanying summary financial statements are consistent in all material respects, with the audited financial statements, and the basis described in the **Basis of Preparation** paragraph.

Summary Financial Statements

The summary financial statements do not contain all the disclosures required by International Financial Reporting Standards. Reading the summary financial statements and the auditor's report thereon, therefore, is not a substitute for reading the audited financial statements and the auditor's report thereon. The summary financial statements and the audited financial statements do not reflect the effects of events that occurred subsequent to the date of our report on the audited financial statements.

The Audited Financial Statements and Our Report Thereon

We expressed an unmodified audit opinion on the audited financial statements in our report dated 30 March, 2021. That report also includes the communication on key audit matters. Key audit matters are those matters that in our professional judgment, were of most significance in our audit of the financial statements of the current period.

Directors' Responsibility for the Summary Financial Statements

The directors are responsible for the preparation of the summary financial statements in accordance with the basis described in the **Basis of Preparation** paragraph.

Auditor's Responsibility

Our responsibility is to express an opinion on whether the summary financial statements are consistent, in all material respects, with the audited financial statements based on our procedures, which were conducted in accordance with International Standard on Auditing 810 (Revised) *Engagements to Report on Summary Financial Statements*.

Deloitte.

Chartered Accountants
Christopher Kapenda
Partner

30 March 2021