



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 2021

Summary statement of comprehensive income

	12 Months Ended 31 Dec 2021 MK'000	12 Months Ended 31 Dec 2020 MK'000
Dividend income	607 660	341 626
Interest income	<u>23 345</u>	<u>20 860</u>
Total Income	<u>631 005</u>	<u>362 486</u>
Total expenses	<u>(203 852)</u>	<u>(172 675)</u>
Profit before fair value gains	427 153	189 811
Fair value gains on equity investments	<u>4 282 457</u>	<u>1 426 766</u>
Profit before tax	4 709 610	1 616 577
Income tax charge	<u>(38 719)</u>	<u>(138 055)</u>
Profit for the year	<u>4 670 891</u>	<u>1 478 522</u>
<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)	<u>3 460</u>	<u>1 095</u>

Summary statement of cash flows

	12 Months Ended 31 Dec 2021 MK'000	12 Months Ended 31 Dec 2020 MK'000
Operating activities		
Dividends received	590 190	346 119
Interest received	<u>20 318</u>	<u>20 629</u>
	610 508	366 748
Operating expenditure	<u>(127 656)</u>	<u>(217 199)</u>
	482 852	149 549
Taxes paid	<u>(52 909)</u>	<u>(29 308)</u>
Cash from operating activities	<u>429 943</u>	<u>120 241</u>
Cash flows from investing activities		
Purchase of shares	(808 131)	(914 680)
Disposal of Shares	<u>502 500</u>	<u>1 090 835</u>
Cash (used in)/from investing activities	<u>(305 631)</u>	<u>176 155</u>
Cash flows from financing activities		
Dividends paid	<u>(189 000)</u>	<u>(101 250)</u>
Cash used in financing activities	<u>(189 000)</u>	<u>(101 250)</u>
Net (decrease)/increase in cash and cash equivalents	(64 688)	195 146
Cash and cash equivalents at beginning of the period	<u>277 090</u>	<u>81 944</u>
Cash and cash equivalents at end of the period	<u>212 402</u>	<u>277 090</u>

Summary statement of financial position

	As at 31 Dec 2021 MK'000	As at 31 Dec 2020 MK'000
Assets		
Equity investments	17 452 887	12 864 799
Other assets	25 662	64 651
Cash and cash equivalents	<u>212 402</u>	<u>277 090</u>
Total assets	<u>17 690 951</u>	<u>13 206 540</u>
Equity and liabilities		
Equity		
Share capital	2 700	2 700
Share premium	169 550	169 550
Retained earnings	<u>17 269 478</u>	<u>12 787 587</u>
Total equity	<u>17 441 728</u>	<u>12 959 837</u>
Liabilities		
Deferred tax liability	101 536	116 276
Income tax liability	3 811	3 261
Other liabilities	<u>143 876</u>	<u>127 166</u>
Total liabilities	<u>249 223</u>	<u>246 703</u>
Total equity and liabilities	<u>17 690 951</u>	<u>13 206 540</u>

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 2020	2 700	169 550	11 410 315	11 582 565
Dividends paid	-	-	(101 250)	(101 250)
Total comprehensive profit	<u>-</u>	<u>-</u>	<u>1 478 522</u>	<u>1 478 522</u>
31 December 2020	<u>2 700</u>	<u>169 550</u>	<u>12 787 587</u>	<u>12 959 837</u>
Balance as at 1 January 2021	2 700	169 550	12 787 587	12 959 837
Dividends paid	-	-	(189 000)	(189 000)
Total comprehensive profit	<u>-</u>	<u>-</u>	<u>4 670 891</u>	<u>4 670 891</u>
31 December 2021	<u>2 700</u>	<u>169 550</u>	<u>17 269 478</u>	<u>17 441 728</u>

Overview of results

During the period, the Company's equity portfolio grew by 35.7% (2020: 10.8%). Dividend income increased by 77.9% to K608 million from K342 million in prior period. The Company had revaluation gains on its equity investments amounting to K4.3 billion compared to K1.4 billion in the previous period. Overall, the Company made a profit after tax of K4.7 billion (2020: K1.5 billion) largely due to higher dividend income and increases in revaluation gains.

Dividends

An interim dividend of 60 tambala per share (2020: 50 tambala per share) was paid in October 2021. The Directors have recommended a final dividend of 225 tambala per share (2020: 80 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 2022 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
Chairperson

Godfrey Msisha
Director

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 2021, 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 2021.

In our opinion, the accompanying summary financial statements are a fair summary of the audited financial statements, and on 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, 2022. 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 a fair summary of 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 2022