NATIONAL INVESTMENTS PLC



The Economic Shield of the Nation UNAUDITED FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR 2021

Financial Highlights

- Dividend income grew by 24% for the year 2021 to TZS 4.4 billion (FY 2020: TZS 3.5 billion), the increase was attributed to increased dividend from equity investments.
- Interest income from Government Bond grew to TZS 1.34 billion (FY 2020: 52 million), the increase is the result of portfolio diversification strategies from equity to other less risky investments. As at 31st December 2021, TZS 15.4 billion was invested in the Government Bond.
- Administrative expenses dropped by 5% to TZS 770 million, (FY 2020: TZS 813 million). Generally, the decline was driven by cost control measures introduced during the year.
- Other expenses mainly relate to the impairment charges associated to the relinquishing NICOL in the ownership of Tanzania Meat Company Limited.

Income Statement summary for the Year ended 2021

	2021 TZS "000"	2020 TZS "000"	C hange TZS "000"	Change %
Investments Income				
Dividend Income	4,354,438	3,506,247	848,191	24%
Interest Income	1,344,444	52,330	1,292,114	2469%
Total Investment Income	5,698,882	3,558,578	2,140,305	60%
Other Income				
Total Income	5,698,882	3,558,578	2,140,305	60%
Employees Benefit expenses	(416,814)	(770,369)	353,556	-46%
Administration Expenses	(770,031)	(813,183)	43,152	-5%
Other Administration expenses	(166,615)	(137,059)	(29,556)	22%
Other expenses	(76,700)	(154,598)	77,898	-50%
Total Operating Income	4,268,724	1,683,369	2,585,355	154%
Finance Expenses				
Profit before Income tax	4,268,724	1,683,369	2,585,355	154%
Taxation	(217,722)	(175,312)	(42,410)	24%
Profit after taxation	4,051,002	1,508,056	2,542,945	169%

STATEMENT OF COMPREHENSIVE PROFIT OR LOSS

	2021 TZS "000"	2020 TZS "000"
Investments Income		
Dividend Income	4,354,438	3,506,247
Interest Income	1,344,444	52,330
Total Investment Income	5,698,882	3,558,578
Other Income		
Total Income	5,698,882	3,558,578
Employees Benefit expenses	(416,814)	(770,369)
Administration Expenses	(770,031)	(813,183)
Other Administration expenses	(166,615)	(137,059)
Other expenses	(76,700)	(154,598)
Total Operating Income	4,268,724	1,683,369
Finance Expenses		
Profit before Income tax	4,268,724	1,683,369
Taxation	(217,722)	(175,312)
Profit after taxation	4,051,002	1,508,056
Other Comprehensive Income/Loss Items not classified to the profit or loss		
Net change in fair value (loss)/gain on available	(9.240.070)	
for sale financial assets during the year	(8,349,679)	(155,014)
Loss on disposal of equity investments	(4,370,417)	(677,672)
Total comprehensive income/Loss	(8,669,094)	675,370
Rasic cornings por charo (TZS)	65.72	21.80
Basic earnings per share (TZS) Diluted earnings per share (TZS)	65.72	21.80
Diated carnings per share (125)	05.72	21.00

STATEMENT OF FINANCIAL POSITION

STATEMENT OF TINANCIAL POSITION	2021 TZS "000"	2020 TZS "000"
Assets		
Non-current assets		
Property, plant and equipment	1,774,507	1,658,463
Equity Investments	57,203,377	80,997,057
Government Bonds	15,413,400	1,093,450
	74,391,285	83,748,970
Current assets		
Trade and other receivables	175,415	68,773
Cash and cash equivalents	640,605	769,105
Prepayments	41,915	-
	857,935	837,878
Total Assets	75,249,220	84,586,847
Equity and Liabilities Capital and Reserve Issued Share capital Share premium Retained earnings Available for sale investments reserve Equity attributable to owners of the company	7,705,604 1,587,385 5,019,833 58,827,986 73,140,809	8,645,647 647,342 2,016,624 71,548,082 82,857,695
Non-current liabilities Other liability Deferred tax liability		
Current liabilities Trade and other payables Accrued Dividend Payable	177,534 867,087 1,063,790	92,440 907,012 729,701
Total Liabilities	2,108,411	1,729,153
Total Equity and Liabilities	75,249,220	84,586,847

STATEMENT OF CASH FLOWS

Cash flow from Operating ActivitiesIterestProfit before tax4.268,7241,683,367Adjustments: Interest received(678,884)(52,330)Tax paid(217,722)(175,312)Depreciation33,03626,805Loss/(gain) on disposal of fixed assets(106,643)(44,468)Operating Cashflows Before Changes in Working Capital Items(106,643)(44,468)(Increase)/Decrease in Trade receivable (Increase)/Decrease in Trade receivables (Increase)/Decrease) in other payables(106,643)(44,468)(Increase)/Decrease) in other payables(106,643)(44,468)(1,008,332)NET CASH FLOWS FROM OPERATING ACTIVITIES Cash paid for purchase of property, plant and equipment(149,081)(13,446)Proceeds from disposal of equity investments Proceeds from disposal of property, plant and equipment(13,657,956)(1,041,120)NET CASH FLOWS FROM INVESTING ACTIVITIES Cash paid for purchase of Government Bonds(13,657,956)(1,041,120)NET CASH FLOWS FROM FINANCING ACTIVITIES Cash paid for purchase of Government Bonds(13,657,956)(1,041,120)Dividend paid(143,54,770)(1,654,954)(13,637,956)Net cash used in financing activities(128,501)696,467Movement in cash and cash equivalents(128,501)696,467At start of year Increase/(decrease) in cash and cash equivalents769,10672,638At end of year640,605769,10672,638	STATEMENT OF CASIFICOWS	2021 TZS '000	2020 TZS '000
Adjustments: Interest received Tax paid Depreciation Loss/(gain) on disposal of fixed assets(678,884) (217,722) 33,036(52,330) 	Cash flow from Operating Activities		
Interest received(678,884)(52,330)Tax paid(217,722)(175,312)Depreciation33,03626,805Loss/(gain) on disposal of fixed assets3,405,1541,550,503Operating Cashflows Before Changes in Working Capital Items3,405,1541,550,503Changes in working capital: (Increase)/Decrease in Trade receivable (Increase)/Decrease in prepayment Increase/(Decrease) in Trade Payables(106,643) (44,468)(44,468)Increase/(Decrease) in other payables(39,924)(1,008,332)NET CASH FLOWS FROM OPERATING ACTIVITIES Cash paid for purchase of property, plant and equipment(149,081) 11,073,583(13,446) (13,446)Proceeds from disposal of equity investments Proceeds from disposal of property, plant and equipment(13,657,956) (696,813)(1,041,120) (613,834)NET CASH FLOWS FROM INVESTING ACTIVITIES Cash paid for purchase of Government Bonds Dividend paid(14,354,770) (1,654,954)(1,041,120) (613,834)Net cash used in financing activities(128,501)696,467Movement in cash and cash equivalents At start of year Increase/(decrease) in cash and cash equivalents769,106 (128,501)72,638 (52,638 (696,467	Profit before tax	4,268,724	1,683,367
Changes in working capital: (Increase)/Decrease in Trade receivable (Increase)/Decrease in prepayment Increase/(Decrease) in Trade Payables Increase/(Decrease) in other payables(106,643) (41,915) (1,008,332)NET CASH FLOWS FROM OPERATING ACTIVITIES Cash paid for purchase of property, plant and equipment Proceeds from disposal of equity investments Proceeds from disposal of property, plant and equipment(149,081) (13,446) 11,073,583(13,446) (13,446) 1,869,440NET CASH FLOWS FROM INVESTING ACTIVITIES Cash paid for purchase of property, plant and equipment(149,081) (1,073,583(13,446) (13,446)NET CASH FLOWS FROM INVESTING ACTIVITIES Cash paid for purchase of Government Bonds Dividend paid(13,657,956) (696,813)(1,041,120) (613,834)Net cash used in financing activities(14,354,770) (1,654,954)(1,654,954) (696,467Movement in cash and cash equivalents At start of year Increase/(decrease) in cash and cash equivalents769,106 (128,501)72,638 (696,467	Interest received Tax paid Depreciation Loss/(gain) on disposal of fixed assets Operating Cashflows Before Changes in Working	(217,722) 33,036	(175,312) 26,805 67,973
(Increase)/Decrease in Trade receivable(106,643)(44,468)(Increase)/Decrease in prepayment(41,915)(2,275)Increase/(Decrease) in Trade Payables85,094(2,275)Increase/(Decrease) in other payables(39,924)(1,008,332)NET CASH FLOWS FROM OPERATING ACTIVITIES 3,301,766495,427 CASH FLOWS FROM INVESTING ACTIVITIES 3,301,766495,427 CASH FLOWS FROM INVESTING ACTIVITIES 3,301,766495,427 CASH FLOWS FROM INVESTING ACTIVITIES(149,081)(13,446)Proceeds from disposal of equity investments Proceeds from disposal of property, plant and equipment(149,081)1,869,440NET CASH FLOWS FROM INVESTING ACTIVITIES 10,924,5031,855,994 NET CASH FLOWS FROM INVESTING ACTIVITIES Cash paid for purchase of Government Bonds Dividend paid(13,657,956) (696,813)(1,041,120) (613,834)Net cash used in financing activities(14,354,770)(1,654,954)Increase/(decrease) in cash and cash equivalents At start of year Increase/(decrease) in cash and cash equivalents769,106 (128,501)72,638 (696,467	•	5,405,154	1,550,505
CASH FLOWS FROM INVESTING ACTIVITIES Cash paid for purchase of property, plant and equipment(149,081) 11,073,583(13,446) 1,869,440Proceeds from disposal of equity investments Proceeds from disposal of property, plant and equipment(149,081) 11,073,583(13,69,440NET CASH FLOWS FROM INVESTING ACTIVITIES Cash paid for purchase of Government Bonds Dividend paid(13,657,956) (696,813)(1,041,120) (613,834)Net cash used in financing activities(14,354,770)(1,654,954)Increase/(decrease) in cash and cash equivalents(128,501)696,467Movement in cash and cash equivalents At start of year Increase/(decrease) in cash and cash equivalents769,106 (128,501)72,638 (96,467	(Increase)/Decrease in Trade receivable (Increase)/Decrease in prepayment Increase/(Decrease) in Trade Payables	(41,915) 85,094	(2,275)
Cash paid for purchase of property, plant and equipment(149,081)(13,446)Proceeds from disposal of equity investments Proceeds from disposal of property, plant and equipment(149,081)(13,446)NET CASH FLOWS FROM INVESTING ACTIVITIES Cash paid for purchase of Government Bonds Dividend paid(13,657,956)(1,041,120)Net cash used in financing activities(14,354,770)(1,654,954)Increase/(decrease) in cash and cash equivalents(128,501)696,467Movement in cash and cash equivalents Increase/(decrease) in cash and cash equivalents769,106 (128,501)72,638 (596,467	NET CASH FLOWS FROM OPERATING ACTIVITIES	3,301,766	495,427
NET CASH FLOWS FROM FINANCING ACTIVITIES Cash paid for purchase of Government Bonds Dividend paid(13,657,956) (696,813)(1,041,120) (613,834)Net cash used in financing activities(14,354,770)(1,654,954)Increase/(decrease) in cash and cash equivalents(128,501)696,467Movement in cash and cash equivalents769,106 (128,501)72,638 696,467	Cash paid for purchase of property, plant and equipment Proceeds from disposal of equity investments Proceeds from disposal of property, plant and		
Cash paid for purchase of Government Bonds Dividend paid(13,657,956) (696,813)(1,041,120) (613,834)Net cash used in financing activities(14,354,770)(1,654,954)Increase/(decrease) in cash and cash equivalents(128,501)696,467Movement in cash and cash equivalents769,106 (128,501)72,638 696,467At start of year Increase/(decrease) in cash and cash equivalents769,106 (128,501)72,638 696,467	NET CASH FLOWS FROM INVESTING ACTIVITIES	10,924,503	1,855,994
Increase/(decrease) in cash and cash equivalents(128,501)696,467Movement in cash and cash equivalents769,10672,638At start of year769,10672,638Increase/(decrease) in cash and cash equivalents(128,501)696,467	Cash paid for purchase of Government Bonds	,	
Movement in cash and cash equivalents769,10672,638At start of year769,10672,638Increase/(decrease) in cash and cash equivalents(128,501)696,467	Net cash used in financing activities	(14,354,770)	(1,654,954)
At start of year769,10672,638Increase/(decrease) in cash and cash equivalents(128,501)696,467	Increase/(decrease) in cash and cash equivalents	(128,501)	696,467
At end of year 640,605 769,106	At start of year	-	-
	At end of year	640,605	769,106

NATIONAL INVESTMENTS PLC

/CHIEF EXECUTIVE OFFICER