



**2020**

# NATIONAL ENTERPRISES LIMITED

## Condensed Financial Statements

As at 30 June 2020

### CHAIRMAN'S STATEMENT

The first quarter of the fiscal year to end 31 March 2021, reflects a cautious dividend payment approach by most investee companies.


For fiscal quarter ended 30 June 2020, the profit before tax of National Enterprises Limited (NEL) was \$15.7 million, a decline of \$6.6 million or 29.4% over the same period last year. This decrease is largely reflected in dividend income of almost 100% (-\$16 million) offset by an increase in the value of the investments in certain publicly listed companies of \$9.2 million (more than 200%).

Given the uncertainty of this time, the Board of Directors will continue to take a guarded and proactive view of the performance of the company's investment holdings particularly as it pertains to cashflows.

  
**Ingrid L-A Lashley**  
 Chairman  
 28 August 2020

### CONDENSED STATEMENT OF FINANCIAL POSITION

	Unaudited Three months ended		Audited Year ended
	30 June 2020 \$ '000	30 June 2019 \$ '000	31 March 2020 \$ '000
<b>Assets</b>			
Investment in subsidiaries	530,240	663,786	530,240
Investment in joint venture and associates	1,552,048	1,752,064	1,552,048
Property, plant and equipment	414	516	439
Other non-current assets	408,334	419,224	395,091
Total non-current assets	2,491,036	2,835,590	2,477,818
Current assets	21,598	113,435	19,721
Total assets	2,512,634	2,949,025	2,497,539
<b>Equity</b>			
Stated capital	1,736,632	1,736,632	1,736,632
Investment remeasurement reserve	16,422	16,422	16,422
Translation reserve	63,866	63,866	63,866
Retained earnings	693,036	1,122,345	677,698
Total equity attributable to equity shareholders	2,509,956	2,939,265	2,494,618
<b>Liabilities</b>			
Current liabilities	2,678	9,760	2,921
Total liabilities	2,678	9,760	2,921
Total equity and liabilities	2,512,634	2,949,025	2,497,539

Director   
 Ingrid L-A Lashley

Director   
 Navin Rajkumar

### CONDENSED STATEMENT OF CHANGES IN EQUITY

	Share Capital (\$'000)	Translation Reserve (\$'000)	Investment Remeasurement Reserve (\$'000)	Retained Earnings (\$'000)	Total Equity (\$'000)
<b>Year ended 31 March 2021</b>					
<i>Three months ended 30 June 2020</i>					
Balance as at 1 April 2020	1,736,632	63,866	16,422	677,698	2,494,618
Total comprehensive income for the year	-	-	-	15,338	15,338
<b>Balance as at 30 June 2020</b>	<b>1,736,632</b>	<b>63,866</b>	<b>16,422</b>	<b>693,036</b>	<b>2,509,956</b>
<b>Year ended 31 March 2020</b>					
<i>Three months ended 30 June 2019</i>					
Balance as at 1 April 2019	1,736,632	63,866	16,422	1,101,238	2,918,158
Total comprehensive income for the year	-	-	-	21,107	21,107
<b>Balance as at 30 June 2019</b>	<b>1,736,632</b>	<b>63,866</b>	<b>16,422</b>	<b>1,122,345</b>	<b>2,939,265</b>
<b>Year ended 31 March 2020</b>					
Balance as at 1 April 2019	1,736,632	63,866	16,422	1,101,238	2,918,158
Total comprehensive income for the year	-	-	-	(327,540)	(327,540)
Dividends paid	-	-	-	(96,000)	(96,000)
<b>Balance as at 31 March 2020</b>	<b>1,736,632</b>	<b>63,866</b>	<b>16,422</b>	<b>677,698</b>	<b>2,494,618</b>

### CONDENSED STATEMENT OF COMPREHENSIVE INCOME

	Unaudited Three months ended		Audited Year ended
	30 June 2020 \$ '000	30 June 2019 \$ '000	31 March 2020 \$ '000
Dividend income	446	16,407	23,834
Other income	1,830	1,791	7,434
Operating expenses	13,460	4,258	(356,681)
Operating profit	15,736	22,456	(325,413)
Finance costs	-	(77)	(96)
Profit before tax	15,736	22,379	(325,509)
Tax expense	(398)	(1,272)	(2,031)
<b>Total comprehensive income for the year</b>	<b>15,338</b>	<b>21,107</b>	<b>(327,540)</b>

### CONDENSED STATEMENT OF CASHFLOWS

	Unaudited Three months ended		Audited Year ended
	30 June 2020 (\$ '000)	30 June 2019 (\$ '000)	31 March 2020 (\$ '000)
<b>OPERATING ACTIVITIES</b>			
Net Profit before taxation	15,736	22,379	(325,509)
Depreciation	25	28	102
Other non-cash movements	(13,804)	(5,290)	351,247
	1,957	17,117	25,840
Net change in operating assets and liabilities:			
Net change in accounts receivables	540	10,351	14,371
Net change in accounts Payables	(243)	(308)	(348)
Due to/from related party	(254)	(13,762)	(13,738)
	2,000	13,398	26,125
Taxation paid	(366)	(375)	(3,300)
Cash (used in)/generated from Operating Activities	1,634	13,023	22,825
<b>INVESTING ACTIVITIES</b>			
Change in long-term investments	816	1,063	2,200
Cash generated from Investing Activities	816	1,063	2,200
<b>FINANCING ACTIVITIES</b>			
Proceeds from/Repayment of loan	-	(5,376)	(10,807)
Dividends paid	-	-	(96,000)
Cash used in Financing Activities	-	(5,376)	(106,807)
Net change in Cash Resources	2,450	8,710	(81,782)
Net Cash Resources at beginning of year	16,287	98,069	98,069
Net Cash Resources at end of year *	<b>18,737</b>	<b>106,779</b>	<b>16,287</b>

### Notes to the Condensed Financial Statements

For the three months ended 30 June 2020

#### 1. Basis of Preparation

These interim financial statements are prepared in accordance with International Accounting Standards (IAS 34 Interim Financial Reporting). They do not include all of the information required for full annual financial statements and should be read in conjunction with the audited financial statements for the year ended 31 March 2020. These condensed interim financial statements have not been audited and were approved by the Board of Directors on 28 August 2020.

#### 2. Significant Accounting Policies

The accounting policies in these unaudited condensed interim financial statements are consistent with those applied in the audited financial statements for the year ended 31 March 2020.