

Unaudited Condensed Interim Financial Statements
Financial Statements

As at 30 June 2023

Chairman's Statement for the 9-Month Period Ended 30 June 2023

National Enterprises Limited (NEL) earned an operating profit before fair value adjustments and tax for the nine-month period ended 30 June 2023, of \$387.4 Million compared to \$270.3 Million for the comparative period in 2022, an increase of \$117.1 Million or 43.3%.

The increase in operating profit before fair value adjustments and taxation arose largely from a 40% increase in dividend income. This increase is representative of income received from the energy portfolio based on their 2022 performance. While dividend income

has increased for the year to date, fair value adjustments have resulted in an overall decline in profit after tax reflective of the volatility of the energy sector.

The NEL team continues to review the investment portfolio and assess market opportunities to improve shareholder value.


Ingrid L-A Lashley
Chairman
4 August 2023

CONDENSED STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2023

	Unaudited As at 30-Jun-23 \$ '000	Unaudited As at 30-Jun-22 \$ '000	Audited As at 30-Sep-22 \$ '000
Assets			
Investment in subsidiaries	404,378	433,357	387,934
Investment in joint venture and associates	3,093,785	3,374,076	3,037,307
Property, plant and equipment	571	540	499
Other non-current assets	359,481	359,059	342,771
Total non-current assets	3,858,215	4,167,032	3,768,511
Current assets	404,847	379,609	271,446
Total assets	4,263,062	4,546,641	4,039,957
Equity			
Share capital	1,736,632	1,736,632	1,736,632
Remeasurement reserve	16,422	16,422	16,422
Translation reserve	63,866	63,866	63,866
Retained earnings	2,442,242	2,725,925	2,219,027
Total equity attributable to equity shareholders	4,259,162	4,542,845	4,035,947
Liabilities			
Current liabilities	3,900	3,796	4,010
Total liabilities	3,900	3,796	4,010
Total equity and liabilities	4,263,062	4,546,641	4,039,957

Director 
Ingrid L-A Lashley

Director 
Howard Dottin

CONDENSED STATEMENT OF COMPREHENSIVE INCOME FOR THE 9 MONTH PERIOD ENDED 30 JUNE 2023

	Unaudited 9 Months Ended 30-Jun-23 \$ '000	Unaudited 9 Months Ended 30-Jun-22 \$ '000	Audited 18 Months Ended 30-Sep-22 \$ '000
Dividend income	380,811	270,241	296,431
Other income	10,488	5,059	9,734
Operating expenses	(3,897)	(5,037)	(8,760)
Operating profit	387,402	270,263	297,405
Fair value increase	61,592	1,221,688	1,685,865
Profit before tax expense	448,994	1,491,951	1,983,270
Tax expense	(3,779)	(3,077)	(3,510)
Total comprehensive income	445,215	1,488,874	1,979,760

CONDENSED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 30 JUNE 2023

	Share Capital \$'000	Remeasurement Reserve \$'000	Translation Reserve \$'000	Retained Earnings \$'000	Total Equity \$'000
Nine months ended 30 June 2023					
Balance as at 1 October 2022	1,736,632	16,422	63,866	2,219,027	4,035,947
Total comprehensive income for the period	-	-	-	445,215	445,215
Dividends paid	-	-	-	(222,000)	(222,000)
Balance as at 30 June 2023	1,736,632	16,422	63,866	2,442,242	4,259,162
Nine months ended 30 June 2022					
Balance as at 1 October 2021	1,736,632	16,422	63,866	1,255,051	3,071,971
Total comprehensive income for the period	-	-	-	1,488,874	1,488,874
Dividends paid	-	-	-	(18,000)	(18,000)
Balance as at 30 June 2022	1,736,632	16,422	63,866	2,725,925	4,542,845
Eighteen months ended 30 September 2022					
Balance as at 1 April 2021	1,736,632	16,422	63,866	407,267	2,224,187
Total comprehensive income for the period	-	-	-	1,979,760	1,979,760
Dividends paid	-	-	-	(168,000)	(168,000)
Balance as at 30 September 2022	1,736,632	16,422	63,866	2,219,027	4,035,947

CONDENSED STATEMENT OF CASH FLOWS FOR THE 9 MONTH PERIOD ENDED 30 JUNE 2023

	Unaudited 9 Months Ended 30-Jun-23 (\$ '000)	Unaudited 9 Months Ended 30-Jun-22 (\$ '000)	Audited 18 Months Ended 30-Sep-22 (\$ '000)
OPERATING ACTIVITIES			
Net profit before taxation	448,994	1,491,951	1,983,270
Depreciation	161	152	296
Other non-cash movements	(61,762)	(1,221,332)	(1,685,865)
	387,393	270,771	297,701
Net change in operating assets and liabilities:			
Net change in accounts receivables and prepayments	15,272	(2,129)	(17,078)
Net change in accounts payables and accruals	(115)	751	85
Net change in related parties	(282)	616	682
Taxation paid	402,268	270,009	281,390
	(4,074)	(2,325)	(3,623)
Cash generated from operating activities	398,194	267,684	277,767
INVESTING ACTIVITIES			
Change in other financial assets	14,861	(11,104)	(23,775)
Purchase of fixed assets	(233)	(284)	(112)
Cash generated from/(used by) investing activities	14,628	(11,388)	(23,887)
FINANCING ACTIVITIES			
Dividends paid	(222,000)	(18,000)	(168,000)
Cash used by financing activities	(222,000)	(18,000)	(168,000)
Net change in cash resources	190,822	238,296	85,880
Net cash resources at beginning of period	131,204	138,143	45,324
Net cash resources at end of period	322,026	376,439	131,204

Notes to the Condensed Financial Statements as at 30 June 2023

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 the information required for full annual financial statements and should be read in conjunction with the audited financial statements for the period ended 30 September 2022. These condensed interim financial statements have not been audited and were approved by the Board of Directors on 4 August 2023.

2. Summary of 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 18-month period ended 30 September 2022.