



2023

NATIONAL ENTERPRISES LIMITED

Condensed Financial Statements

Quarter Ended 31-Dec-2022

CHAIRMAN'S STATEMENT

First Quarter Ended 31 December 2022

For the first quarter ended 31 December 2022, National Enterprises Limited (NEL) recorded a net profit of \$203 Million versus \$33 Million for the comparative period in 2021. This continued strong performance is driven by a significant increase in dividend income of \$201 Million compared to \$2.8 Million in the comparative quarter of 2022, and a 90%


increase in investment income of \$2.3 Million from \$1.2 Million in the previous year's comparative.

Prevailing global ammonia prices enabled improved results from the Trinidad Nitrogen Company Limited (Tringen) yielding a persistent and foreseeable flow of dividends to NEL for this financial year. This has resulted

in NEL's net cash position having grown significantly quarter over quarter, increasing 167% to \$350 Million in the first quarter of the financial year 2023 from \$131 Million at the end of the last quarter of the previous 18-month period that ended 30 September 2022.

As we continue to operate in an economic environment that is evolving from economic and market uncertainty, we remain focused on seizing the

opportunities for optimizing returns for our shareholders. For this, the Board of Directors will consider quarterly dividends to shareholders for the financial year ended 30 September 2023 as inflows permit.


Ingrid L-A Lashley
Chairman
13 February 2023

CONDENSED STATEMENT OF FINANCIAL POSITION

	Unaudited As at 31 Dec 2022 \$ '000	Unaudited As at 31 Dec 2021 \$ '000	Audited As at 30 Sept 2022 \$ '000
Assets			
Investment in subsidiaries	387,934	471,656	387,934
Investment in joint venture and associates	3,037,307	2,133,900	3,037,307
Property, plant and equipment	447	634	499
Other non-current assets	343,979	360,207	342,771
Total non-current assets	3,769,667	2,966,397	3,768,511
Current assets	474,825	124,754	271,445
Total assets	4,244,492	3,091,151	4,039,956
Equity			
Share 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	2,314,105	1,270,850	2,219,026
Total equity attributable to equity shareholders	4,131,025	3,087,769	4,035,946
Liabilities			
Current liabilities	113,467	3,382	4,010
Total liabilities	113,467	3,382	4,010
Total equity and liabilities	4,244,492	3,091,151	4,039,956

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)
Three months ended 31 December 2022					
Balance as at 1 October 2022	1,736,632	63,866	16,422	2,219,026	4,035,946
Total comprehensive income for the period	-	-	-	203,079	203,079
Dividends accrued	-	-	-	(108,000)	(108,000)
Balance as at 31 December 2022	1,736,632	63,866	16,422	2,314,105	4,131,025
Three months ended 31 December 2021					
Balance as at 1 October 2021	1,736,632	63,866	16,422	1,255,051	3,071,970
Total comprehensive income for the period	-	-	-	33,799	33,799
Dividends accrued	-	-	-	(18,000)	(18,000)
Balance as at 31 December 2021	1,736,632	63,866	16,422	1,270,850	3,087,770
Eighteen months ended 30 September 2022					
Balance as at 1 April 2021	1,736,632	63,866	16,422	407,268	2,224,188
Total comprehensive income for the period	-	-	-	1,979,758	1,979,758
Dividends paid	-	-	-	(168,000)	(168,000)
Balance as at 30 September 2022	1,736,632	63,866	16,422	2,219,026	4,035,946

CONDENSED STATEMENT OF COMPREHENSIVE INCOME

	Unaudited 3 months ended 31 Dec 2022 \$ '000	Unaudited 3 months ended 31 Dec 2021 \$ '000	Audited Year ended 30 Sep 2022 \$ '000
Dividend income	201,299	2,796	296,431
Other income	2,330	1,224	9,734
Operating expenses	(470)	(1,831)	(8,761)
Operating profit	203,159	2,189	297,404
Change in fair value of investments	2,672	31,974	1,685,865
Profit before tax	205,831	34,163	1,983,269
Tax expense	(2,753)	(364)	(3,511)
Total comprehensive income	203,079	33,799	1,979,758

CONDENSED STATEMENT OF CASHFLOWS

	Unaudited Three Months Ended 31 Dec 2022 (\$ '000)	Unaudited Three Months Ended 31 Dec 2021 (\$ '000)	Audited 18 months ended 30 Sept 2022 (\$ '000)
OPERATING ACTIVITIES			
Net profit before taxation	203,079	33,799	1,983,270
Depreciation	51	51	296
Other non-cash movements	81	(31,610)	(1,685,575)
Net change in operating assets and liabilities:	203,211	2,239	297,991
Net change in accounts receivables and prepayments	15,233	(715)	(17,078)
Net change in accounts payables and accruals	1,454	(17,659)	85
Net change in related parties	34	(416)	682
Taxation paid	(2,269)	455	(3,623)
Cash generated from/(used by) operating activities	217,663	(16,096)	278,057
INVESTING ACTIVITIES			
Net change in other long-term investments and financial assets	1,613	944	(24,065)
Purchase of fixed assets	-	(12)	(112)
Cash generated from/(used by) operating activities	1,613	932	(24,177)
FINANCING ACTIVITIES			
Dividends paid	-	-	(168,000)
Cash used by financing activities	-	-	(168,000)
Net change in cash resources	219,276	(15,164)	85,880
Net cash resources at beginning of period/year	131,204	138,143	45,324
Net cash resources at end of period/year	350,480	122,979	131,204

Notes to the Condensed Financial Statements

First Quarter Ended 31 December 2022

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 period ended 30 September 2022. These condensed interim financial statements have not been audited and were approved by the Board of Directors on 13 February 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.