NATIONAL ENTERPRISES LIMITED

Condensed Financial Statements

2025

For The Nine-Month Period Ended June 30, 2025

Chairman's Statement for the Nine-Month Period Ended June 30, 2025

National Enterprises Limited (NEL) recorded an operating profit of $55.8 million for the 9-month period ended June 30, 2025, a reduction of 52% from the corresponding period of last year ($115.1 million). The total comprehensive loss of $185.5 million for the period (2024: $130.8 million) resulted from increased fair value losses to NEL's strategic portfolio directly related to energy sector volatility.

Notwithstanding that our major income earners have experienced a decline in profitability largely due to decreased market prices, we are confident that the very nature of their business as energy-based companies will provide for an upswing over the medium to long term. NEL maintains a solid financial position with total assets of $2.6 billion (2024: $3.0 billion) and equity attributable to shareholders of $2.5 billion (2024: $3.0 billion). Our positive operating cash flows of $50.4 million (2024: $56.2 million) also underscore the fundamental strength and resilience of our investment portfolio.

Following our commitment to delivering value to shareholders, the Board of Directors declared an interim dividend of $0.06 per share, which totalled $36 million. This was paid on August 4, 2025.

NEL's mandate requires that 90% of its net dividends, after administrative expenses, be distributed to shareholders. We continue to evaluate opportunities for the transfer of value to our shareholders, always being guided by the company's performance and available reserves.

Ingrid L-A Lashley
Chairman
August 7, 2025

CONDENSED STATEMENT OF FINANCIAL POSITION

	Unaudited As at 30 Jun 25 $ '000	Unaudited As at 30 Jun 24 $ '000	Audited As at 30 Sep 24 $ '000
Assets			
Investment in subsidiaries	494,569	481,986	552,190
Investment in joint ventures and associates	1,437,569	1,889,113	1,617,208
Property and equipment	618	354	796
Other non-current assets	333,246	393,502	291,512
Total non-current assets	**2,266,002**	**2,764,955**	**2,461,706**
Current assets	251,351	145,247	241,013
Total assets	**2,517,353**	**2,910,202**	**2,702,719**
Equity			
Share capital	1,736,632	1,736,632	1,736,632
Retained earnings	740,050	1,169,426	961,532
Total equity attributable to equity shareholders	**2,476,682**	**2,906,058**	**2,698,164**
Current liabilities	40,671	4,144	4,555
Total equity and liabilities	**2,517,353**	**2,910,202**	**2,702,719**

Director Ingrid L-A Lashley

Director Nicole De Freitas

CONDENSED STATEMENT OF LOSS

	Unaudited Nine-Months Ended 30 Jun 25 $ '000	Unaudited Nine-Months Ended 30 Jun 24 $ '000	Audited Year Ended 30 Sep 24 $ '000
Dividend income	48,459	110,349	113,064
Other income	12,204	10,716	14,324
Foreign exchange loss	(209)	(1,141)	(481)
Operating expenses	(4,697)	(4,839)	(6,494)
Operating profit	55,757	115,085	120,413
Change in fair value of assets	(237,731)	(252,465)	(464,679)
Net loss before tax expense	(181,974)	(137,380)	(344,266)
Tax expense	(3,508)	(3,405)	(4,413)
Total comprehensive loss for the period/year	**(185,482)**	**(140,785)**	**(348,679)**
Loss per share (basic and diluted) expressed in cents	**(31)**	**(23)**	**(58)**

CONDENSED STATEMENT OF CHANGES IN EQUITY

	Share Capital $'000	Investment Remeasurement Reserve $'000	Translation Reserve $'000	Retained Earnings $'000	Total Equity $'000
For the nine-month period ended June 30, 2025					
Balance as at October 1, 2024	**1,736,632**	-	-	**961,532**	**2,698,164**
Total comprehensive loss for the period	-	-	-	(185,482)	(185,482)
Dividends payable	-	-	-	(36,000)	(36,000)
Balance as at June 30, 2025	**1,736,632**	-	-	**740,050**	**2,476,682**
For the year ended September 30, 2024					
Balance as at October 1, 2023 (restated)	**1,736,632**	-	-	**1,544,211**	**3,280,843**
Total comprehensive loss for the year	-	-	-	(348,679)	(348,679)
Dividends paid	-	-	-	(234,000)	(234,000)
Balance as at September 30, 2024	**1,736,632**	**-**	**-**	**961,532**	**2,698,164**
For the nine-month period ended June 30, 2024					
Balance as at October 1, 2023	**1,736,632**	16,422	**63,866**	**1,463,923**	**3,280,843**
Restatements	-	(16,422)	(63,866)	80,288	-
Balance as at October 1, 2023 (restated)	**1,736,632**	-	-	**1,544,211**	**3,280,843**
Total comprehensive loss for the period	-	-	-	(140,785)	(140,785)
Dividends paid	-	-	-	(234,000)	(234,000)
Balance as at June 30, 2024	**1,736,632**	**-**	**-**	**1,169,426**	**2,906,058**

CONDENSED STATEMENT OF CASH FLOWS

	Unaudited Nine-Months Ended 30 Jun 25 $ '000	Unaudited Nine-Months Ended 30 Jun 24 $ '000	Audited Year Ended 30 Sep 24 $ '000
OPERATING ACTIVITIES			
Net loss before tax expense	(181,974)	(137,380)	(344,266)
Adjustment for non-cash items:			
Depreciation	186	172	232
Other non-cash movements	237,445	252,463	464,956
	55,657	115,255	120,922
Net change in operating assets and liabilities:			
Net change in accounts receivables and prepayments	2,473	(1,304)	(3,152)
Net change in accounts payables and accruals	(36)	59	(69)
Net change in related parties	(49)	(831)	(408)
	58,045	113,179	117,293
Taxation paid	(3,279)	(2,820)	(3,789)
Cash generated from operating activities	54,766	110,359	113,504
INVESTING ACTIVITIES			
Net change in other financial assets	324	(45,763)	(92,164)
Purchase of fixed assets	(9)	(17)	(514)
Proceeds from the disposal of fixed assets	215	-	-
Cash generated from/(used by) investing activities	530	(45,780)	(92,678)
FINANCING ACTIVITES			
Dividends paid	-	(234,000)	(234,000)
Cash used by financing activities	-	(234,000)	(234,000)
Net change in cash resources	55,296	(169,421)	(213,174)
Net cash resources at beginning of period/year	29,394	242,568	242,568
Net cash resources at end of period/year	**84,690**	**73,147**	**29,394**

Notes to the Condensed Financial Statements as at June 30, 2025

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 year ended September 30, 2024. These condensed interim financial statements have not been audited and were approved by the Board of Directors on August 7, 2025.

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 year ended September 30, 2024.