



PRESS CORPORATION PLC

SUMMARY OF UN-AUDITED RESULTS FOR THE PERIOD ENDED 30TH JUNE 2021

In millions of Malawi Kwacha

STATEMENTS OF COMPREHENSIVE INCOME

	CONSOLIDATED			SEPARATE		
	Un-audited 30-Jun-21	Un-audited 30-Jun-20 Restated	Audited 31-Dec-20	Un-audited 30-Jun-21	Un-audited 30-Jun-20 Restated	Audited 31-Dec-20
Continuing operations						
Revenue	117,822	103,657	219,508	347	349	691
Dividend income	-	-	-	6,191	2,091	9,263
Earnings before interest, tax, depreciation and amortisation	39,007	31,548	65,210	5,359	103	6,366
Depreciation and amortisation	(11,047)	(9,994)	(19,977)	(42)	(54)	(97)
Results from operating activities	27,960	21,554	45,233	5,317	49	6,269
Net interest paid	(4,335)	(3,399)	(6,748)	(861)	(790)	(1,600)
Exchange losses	(431)	(22)	(617)	-	-	-
Net finance cost	(4,766)	(3,421)	(7,365)	(861)	(790)	(1,600)
Share of profit of equity-accounted investments	(225)	918	349	-	-	-
Profit before income tax	22,969	19,051	38,217	4,456	(741)	4,669
Income tax expense	(10,105)	(7,376)	(18,350)	(548)	(209)	(869)
Profit for the year from continuing operations	12,864	11,675	19,867	3,908	(950)	3,800
Discontinued operations						
Profit from discontinued operations	8	8	28	-	-	-
Profit for the year	12,872	11,683	19,895	3,908	(950)	3,800
Total other comprehensive income net of tax	1,182	(394)	3,207	(15,964)	12,886	7,904
Total comprehensive income for the year	14,054	11,289	23,102	(12,056)	11,936	11,704
Profit attributable to:						
Equity holders of the company	3,634	3,180	3,590	3,908	(950)	3,800
Non-controlling interest	9,238	8,503	16,305	-	-	-
Total comprehensive income attributable to:	12,872	11,683	19,895	3,908	(950)	3,800
Equity holders of the company	4,603	2,786	5,401	(12,056)	11,936	11,704
Non-controlling interest	9,451	8,503	17,701	-	-	-
Earnings per share						
Basic and diluted earnings per share (MK)	30.23	26.46	29.87	-	-	-
Basic and diluted earnings per share (MK) (continuing operations)	30.17	26.39	29.63	-	-	-

STATEMENTS OF FINANCIAL POSITION

	CONSOLIDATED			SEPARATE		
	Un-audited 30-Jun-21	Un-audited 30-Jun-20 Restated	Audited 31-Dec-20	Un-audited 30-Jun-21	Un-audited 30-Jun-20 Restated	Audited 31-Dec-20
ASSETS						
Non-current assets						
Property, plant and equipment, right of use assets and investment properties	177,855	146,312	162,762	1,568	1,177	1,319
Intangibles	22,571	22,799	22,948	207	219	214
Investments in subsidiaries, joint ventures and associates	48,080	49,353	46,548	319,464	359,695	347,900
Other investments	98,389	82,490	99,927	3,531	4,708	4,120
Loans and advances	149,179	142,114	147,386	-	-	-
Long term receivables and contract assets	2,409	2,211	2,341	1,816	1,541	1,659
Deferred tax assets	12,858	9,682	10,554	-	-	-
	511,341	454,961	492,466	326,586	367,340	355,212
Current assets						
Other investments	195,374	91,789	137,590	-	-	-
Loans and advances	69,930	58,604	47,322	-	-	-
Trade and other receivables and contract assets	40,187	30,253	32,241	7,001	2,516	5,522
Other current assets	14,745	10,139	11,148	14,193	458	9,011
Cash and cash equivalents	101,286	73,098	92,196	267	155	82
	421,522	263,883	320,497	21,461	3,129	14,615
Total assets	932,863	718,844	812,963	348,047	370,469	369,827
EQUITY AND LIABILITIES						
Equity						
Issued capital	1	1	1	1	1	1
Share premium	2,097	2,097	2,097	2,097	2,097	2,097
Reserves and retained earnings	160,699	158,088	155,844	271,698	287,113	283,754

Total equity & earnings attributable to equity holders of the parent
Minority interest

	CONSOLIDATED			SEPARATE		
	Un-audited 30-Jun-21	Un-audited 30-Jun-20 Restated	Audited 31-Dec-20	Un-audited 30-Jun-21	Un-audited 30-Jun-20 Restated	Audited 31-Dec-20
Total equity	257,371	244,394	243,629	273,796	289,211	285,852
Non-current liabilities						
Deferred tax liabilities	5,190	5,286	5,011	58,745	67,915	68,264
Deferred revenue	285	119	297	-	-	-
Borrowings, lease liability and provisions	62,891	57,896	49,831	4,890	8,150	4,890
	68,366	63,301	55,139	63,635	76,065	73,154
Current liabilities						
Bank overdraft	13,467	9,277	9,942	7,135	4,025	4,524
Borrowings and lease liability	17,233	5,764	14,726	1,630	52	1,663
Other current liabilities	576,426	396,108	489,527	1,851	1,116	4,634
	607,126	411,149	514,195	10,616	5,193	10,821
Total liabilities	675,492	474,450	569,334	74,251	81,258	83,975
Total equity and liabilities	932,863	718,844	812,963	348,047	370,469	369,827

STATEMENTS OF CASH FLOWS

	CONSOLIDATED			SEPARATE		
	Un-audited 30-Jun-21	Un-audited 30-Jun-20	Audited 31-Dec-20	Un-audited 30-Jun-21	Un-audited 30-Jun-20	Audited 31-Dec-20
Cash generated by / (used in) operations						
Interest paid, tax paid and refund	(21,846)	(12,522)	(27,950)	(5,837)	(1,805)	(3,076)
Net cash from / (used in) operating activities	14,399	28,431	73,922	(7,476)	(3,163)	(6,258)
Investing activities						
Proceeds from sale of property, plant and equipment	278	119	557	1	-	1
Interest received	895	910	2,136	419	103	279
Dividend received	400	-	2,841	6,191	2,091	9,963
Purchase of property, plant and equipment	(18,165)	(9,472)	(29,320)	(18)	(37)	(129)
Investment in subsidiaries and associates	(766)	-	(100)	(1,510)	(1,016)	(1,674)
Net cash (used in) / from investing activities	(17,358)	(8,443)	(23,886)	5,083	1,141	8,440
Financing activities						
Net proceeds and repayment of long term borrowings and leasing liabilities	13,839	(4,757)	(7,988)	(33)	(29)	(1,678)
Dividends paid to shareholders of the Company	-	-	(3,127)	-	-	(3,127)
Dividend paid to non-controlling interest shareholders	(5,315)	(2,358)	(7,615)	-	-	-
Net cash used in financing activities	8,524	(7,115)	(18,730)	(33)	(29)	(4,805)
Net decrease in cash and cash equivalents	5,565	12,873	31,306	(2,426)	(2,051)	(2,623)
Cash and cash equivalents at start of the year	82,254	50,948	50,948	(4,442)	(1,819)	(1,819)
Cash and cash equivalents at end of the year	87,819	63,821	82,254	(6,868)	(3,870)	(4,442)

STATEMENTS OF CHANGES IN EQUITY

	CONSOLIDATED			SEPARATE	
	Owner's Equity	Non Controlling interest	Total	Total	Total
As at 30 June 2021					
Balance at 1 January 2021	157,942	85,687	243,629	285,852	
Comprehensive income for the year	3,634	9,238	12,872	3,908	
Profit for the year	1,182	-	1,182	(15,964)	
Other comprehensive income	4,816	9,238	14,054	(12,056)	
Total comprehensive income for the year	39	4,964	5,003	-	
Transactions reported directly in equity	-	(5,315)	(5,315)	-	
Dividend to equity holders	162,797	94,574	257,371	273,796	
Balance as at period end					
As at 31 December 2020					
Balance at 1 January 2020	155,668	75,601	231,269	277,275	
Comprehensive income for the year	3,590	16,305	19,895	3,800	
Profit for the year	1,811	1,396	3,207	7,904	
Other comprehensive income	-	-	-	-	
Total comprehensive income for the year	5,401	17,701	23,102	11,704	
Dividend to equity holders	(3,127)	(7,615)	(10,742)	(3,127)	
Balance as at period end	157,942	85,687	243,629	285,852	

SEGMENTAL PERFORMANCE

	Financial Services	Telecommunications	Energy	Consumer Goods	All other segments	Total
June 2021						
Revenue						
External revenues	54,435	48,341	8,750	5,161	1,135	117,822
Inter-segment revenue	474	1,419	-	-	429	2,322
Segment revenue	54,909	49,760	8,750	5,161	1,564	120,144
Segment operating profit/(loss)	19,928	9,265	1,298	(1,324)	5,518	34,685
Segment interest income	-	209	724	8	425	1,366
Segment interest expense	(596)	(3,362)	(1)	(980)	(1,727)	(6,666)
Segment income tax expense	(6,579)	(2,148)	(659)	-	(719)	(10,105)
Segment Profit/(loss)	12,753	3,964	1,362	(2,296)	3,497	19,280
Depreciation and amortization	2,620	8,288	291	511	223	11,933
Segment assets	675,760	153,833	31,402	3,844	371,227	1,236,066
Segment liabilities	542,413	101,853	5,238	19,063	76,263	744,830
Capital additions	955	15,025	2,053	26	106	18,165
Reconciliation of profit on reportable segments to IFRS measures						
Total profit/(loss) for reportable segments	12,753	3,964	1,362	(2,296)	3,497	19,280
Elimination of dividend income from Group companies	-	-	-	-	(6,191)	(6,191)
Share of profit of equity accounted investees	-	-	-	-	(225)	(225)
Profit for discontinued operation	-	-	-	-	8	8
Consolidated profit	12,753	3,964	1,362	(2,296)	(2,911)	12,872
June 2020						
Revenue						
External revenues	38,018	46,830	8,154	9,442	1,213	103,657
Inter-segment revenue	340	1,260	-	4	434	2,038
Segment revenue	38,358	48,090	8,154	9,446	1,647	105,695
Segment operating profit/(loss)	16,415	7,708	1,573	(1,403)	(150)	24,143
Segment interest income	-	118	605	1	106	830
Segment interest expense	(267)	(2,429)	(3)	(769)	(1,281)	(4,749)
Segment income tax (expense)/credit	(4,228)	(2,219)	(692)	-	(237)	(7,376)
Segment Profit/(loss)	11,920	3,178	1,483	(2,171)	(1,562)	12,848
Depreciation and amortization	2,023	7,765	307	522	268	10,885
Segment assets	487,262	129,434	26,094	5,662	375,698	1,024,150
Segment liabilities	376,118	76,400	4,375	15,924	80,206	553,023
Capital additions	1,362	7,172	682	90	164	9,470
Reconciliation of profit on reportable segments to IFRS measures						
Total profit/(loss) for reportable segments	11,920	3,178	1,483	(2,171)	(1,562)	12,848
Elimination of dividend income from Group companies	-	-	-	-	(2,091)	(2,091)
Share of profit of equity accounted investees	-	-	-	-	918	918
Profit for discontinued operation	-	-	-	-	8	8
Consolidated profit	11,920	3,178	1,483	(2,171)	(2,727)	11,683

PERFORMANCE OVERVIEW

Group Results
The Board is pleased to present interim results for Press Corporation PLC for the six-months' period ended 30 June, 2021.
Group profit after tax for the period was MK12.872 billion (2020: MK11.683 billion) representing a 10% increase on prior year. The performance was achieved against a background of a challenging operating environment characterized by severe forex shortages and the disruption from Covid-19 on the supply chain for most