



2024

NATIONAL ENTERPRISES LIMITED

Condensed Financial Statements

For the Nine-Month Period
Ended June 30, 2024

Chairman's Statement for the Nine-Month Period Ended June 30, 2024

National Enterprises Limited (NEL) navigated a challenging yet promising nine-month period ended June 30, 2024. Despite a decrease in operating profit to \$115.1 Million (from \$387.4 Million in 2023), primarily influenced by a 70% decline in dividend income, our investment income saw a 40% increase to \$10.4 Million.

NEL reported a net loss after tax of \$140.8 Million for this period, contrasting with the net profit of \$445.2 Million in 2023. This was due largely to unrealised fair value losses amounting to \$774 Million in our energy portfolio investee companies. Total assets declined by \$1.4 Billion or 32% over the comparative period, reflecting the decline in fair value alongside our recent dividend payout of \$90 Million.

Amidst these financial challenges, NEL maintains robust operational performance and healthy cash balances. Operational cash flows of \$110.3 Million, buoyed by improved investment returns, facilitated an interim dividend payment of \$90 Million for the financial year 2024 to date. Cumulatively, dividends for this period amounted to \$234 Million, up from \$222 Million in the corresponding prior period, underscoring our commitment to delivering shareholder value.

Looking forward, NEL is cautiously optimistic about the medium-term prospects, particularly with ongoing efforts by upstreamers and The National Gas Company of Trinidad and Tobago Limited to stabilise local gas supply. Anticipating more consistent production and supply within the next two years in the petrochemical sector, we foresee a balanced income distribution across the energy segment, enhancing value flow to our shareholders and stakeholders. Furthermore, the resilient performance of our non-energy assets, such as National Flour Mills Limited and Telecommunications Services of Trinidad and Tobago Limited, reinforces our confidence in sustained earnings and strategic growth.

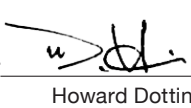
As we navigate through cyclical market risks beyond our control, NEL remains vigilant and adaptable, poised to capitalise on diversification opportunities that will fortify our portfolio's long-term value.


Ingrid L-A Lashley
Chairman
July 16, 2024

CONDENSED STATEMENT OF FINANCIAL POSITION AS AT JUNE 30, 2024

	Unaudited Nine-Months Ended 30-Jun-24 \$ '000	Unaudited Nine-Months Ended 30-Jun-23 \$ '000	Audited Year Ended 30-Sep-23 \$ '000
Assets			
Investment in subsidiaries	481,986	404,378	445,818
Investment in joint venture and associates	1,889,113	3,093,785	2,156,593
Property, plant and equipment	354	571	514
Other non-current assets	393,502	359,481	363,560
Total non-current assets	2,764,955	3,858,215	2,966,485
Current assets	145,247	404,847	318,443
Total assets	2,910,202	4,263,062	3,284,928
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	1,089,138	2,442,242	1,463,923
Total equity attributable to equity shareholders	2,906,058	4,259,162	3,280,843
Current liabilities	4,144	3,900	4,085
Total equity and liabilities	2,910,202	4,263,062	3,284,928

Director 
Ingrid L-A Lashley

Director 
Howard Dottin

CONDENSED STATEMENT OF COMPREHENSIVE INCOME FOR THE NINE-MONTH PERIOD ENDED JUNE 30, 2024

	Unaudited Nine-Months Ended 30-Jun-24 \$ '000	Unaudited Nine-Months Ended 30-Jun-23 \$ '000	Audited Year Ended 30-Sep-23 \$ '000
Dividend income	110,349	380,811	382,740
Other income	9,575	10,488	11,470
Operating expenses	(4,839)	(3,897)	(2,904)
Operating profit	115,085	387,402	391,306
(Decrease)/Increase in FV of assets	(252,465)	61,592	(841,905)
Net (loss)/profit before tax expense	(137,380)	448,994	(450,599)
Tax expense	(3,405)	(3,779)	(4,505)
Total comprehensive (loss)/income	(140,785)	445,215	(455,104)

CONDENSED STATEMENT OF CHANGES IN EQUITY FOR THE NINE-MONTH PERIOD ENDED JUNE 30, 2024

	Share Capital \$'000	Remeasurement Reserve \$'000	Translation Reserve \$'000	Retained Earnings \$'000	Total Equity \$'000
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
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	16,422	63,866	1,089,138	2,906,058
For the year ended September 30, 2023					
Balance as at October 1, 2022	1,736,632	16,422	63,866	2,219,027	4,035,947
Total comprehensive loss for the year	-	-	-	(455,104)	(455,104)
Dividends paid	-	-	-	(300,000)	(300,000)
Balance as at September 30, 2023	1,736,632	16,422	63,866	1,463,923	3,280,843
For the nine-month period ended June 30, 2023					
Balance as at October 1, 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 June 30, 2023	1,736,632	16,422	63,866	2,442,242	4,259,162

CONDENSED STATEMENT OF CASH FLOWS FOR THE NINE-MONTH PERIOD ENDED JUNE 30, 2024

	Unaudited Nine-Months Ended 30-Jun-24 \$ '000	Unaudited Nine-Months Ended 30-Jun-23 \$ '000	Audited Year Ended 30-Sep-23 \$ '000
OPERATING ACTIVITIES			
Net (loss)/profit before tax expense	(137,380)	448,994	(450,599)
Adjustment for non-cash items:			
Depreciation	172	161	218
Other non-cash movements	252,463	(61,762)	841,605
	115,255	387,393	391,224
Net change in operating assets and liabilities:			
Net change in accounts receivables and prepayments	(1,304)	15,272	16,868
Net change in accounts payables and accruals	59	(115)	75
Net change in related parties	(831)	(282)	237
	113,179	402,268	408,404
Taxation paid	(2,820)	(4,074)	(4,956)
Cash generated from operating activities	110,359	398,194	403,448
INVESTING ACTIVITIES			
Change in other financial assets	(45,763)	14,861	8,149
Purchase of fixed assets	(17)	(233)	(233)
Cash (used by)/generated from investing activities	(45,780)	14,628	7,916
FINANCING ACTIVITIES			
Dividends paid	(234,000)	(222,000)	(300,000)
Cash used by financing activities	(234,000)	(222,000)	(300,000)
Net change in cash resources	(169,421)	190,822	111,364
Net cash resources at beginning of period/year	242,568	131,204	131,204
Net cash resources at end of period/year	73,147	322,026	242,568

Notes to the Condensed Financial Statements as at June 30, 2024

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, 2023. These condensed interim financial statements have not been audited and were approved by the Board of Directors on July 16, 2024.

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, 2023.