

VISION GROUP

NATIONAL PRIDE • GLOBAL EXCELLENCE

Incorporated as New Vision PPCL

NEW VISION PRINTING AND PUBLISHING COMPANY LTD

The Board of Directors would like to announce the unaudited results for the half year ended December 31, 2019 as follows;

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE HALF YEAR ENDED DECEMBER 31, 2019

	Dec 2019	Dec 2018
	Shs'000	*Restated Shs'000
Revenue	46,627,569	45,154,510
Cost of sales	(34,555,482)	(34,940,657)
Gross profit	12,072,087	10,213,853
Other income	737,739	1,120,896
Distribution costs	(869,385)	(823,976)
Administrative expenses	(7,840,197)	(7,328,932)
Impairment of receivables	(74,717)	(100,053)
Other operating expenses	(1,321,154)	(1,283,415)
Profit before taxation	2,704,373	1,798,373
Taxation	(1,108,995)	(697,835)
Profit for the period	1,595,378	1,100,538
Other comprehensive income:		
Gain on revaluation of property plant and equipment	-	-
Deferred tax on gain on revaluation of property, plant and equipment	-	-
Total other comprehensive income	-	-
Total comprehensive income for the period	1,595,378	1,100,538
Dividends		
Proposed dividends for the period	-	-
Earnings per share		
- basic and diluted (Shs per share)	20.9	14.4

*Certain amounts shown here do not correspond to the December 2018 published interim financial statements and reflect adjustments.

OVERVIEW

Overall turnover grew by 3.26% from last year. Total Advertising revenue registered a growth of 11.28% while revenue from Events, Circulation and Commercial Printing declined by 38.87%, 8.27% and 1.5% respectively. Print, Radio and TV Advertising grew by 13.81%, 9.14% and 8.02% respectively from the same period last year while Digital advertising declined by 15.02%.

Cost of sales reduced by 1.1% due to increased efficiency in newsprint usage and other production efficiencies.

Administrative expenses increased by 6.98% due to increase in office building repairs, rent and legal expenses.

The Directors have not recommended payment of an interim dividend in accordance with the company's practice of only paying the dividend at the end of the financial year.

NOTE: A copy of the detailed half-year financial report for the period ended December 31, 2019 can be obtained at the following address: Office of the Company Secretary, Plot 19/21 First Street Industrial Area, Kampala or at the company website: <http://visiongroup.co.ug/shareholders/>

STATEMENT OF FINANCIAL POSITION AS AT DECEMBER 31, 2019

	Dec 2019	June 2019
	Shs '000	Shs '000
ASSETS		
Non-current assets		
Property, plant and equipment	41,533,585	43,124,096
Right - of - Use Assets	3,894,400	-
Prepaid operating lease rentals	-	3,163,257
Intangible assets	49,904	86,317
	<u>45,477,889</u>	<u>46,373,670</u>
Current assets		
Inventories	7,129,662	7,670,613
Trade and other receivables	31,193,547	23,727,935
Right of return asset	21,849	31,929
Fixed Deposits with Commercial banks	7,700,000	4,938,649
Cash and cash equivalents	4,799,695	4,401,565
Deposit tax recoverable	2,569,777	2,569,777
Current tax recoverable	151,727	287,925
	<u>53,566,258</u>	<u>43,628,393</u>
Total assets	99,044,147	90,002,063
EQUITY AND LIABILITIES		
Capital and reserves		
Share capital	1,503,990	1,503,990
Share premium	27,158,864	27,158,864
Revaluation reserve	10,534,872	11,122,624
Proposed dividend	-	1,912,500
Retained earnings	32,924,564	30,406,125
Shareholders' funds	<u>72,122,290</u>	<u>72,104,103</u>
Non-current liabilities		
Lease Liability	798,331	-
Deferred tax liability	7,270,274	7,539,853
	<u>8,068,605</u>	<u>7,539,853</u>
Current liabilities		
Trade and other payables	11,645,628	5,659,067
Refund liability	29,132	42,573
Provision for litigations	898,500	896,500
Dividends payable	3,926,371	2,041,432
Grant Liability	536,087	149,854
Contract Liabilities	1,817,533	1,568,681
	<u>18,853,252</u>	<u>10,358,107</u>
Total equity and liabilities	99,044,147	90,002,063

The financial statements were approved by the Board of Directors on February 19, 2020 and were signed on its behalf by;


DIRECTOR


DIRECTOR

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STATEMENT OF CHANGES IN EQUITY FOR THE HALF YEAR ENDED DECEMBER 31, 2019

	Share capital Shs'000	Share premium Shs'000	Proposed dividend Shs'000	Revaluation reserve Shs'000	Retained earnings Shs'000	Total Shs'000
Year ended June 30, 2019						
At July 1 2018	1,503,990	27,158,864	1,912,500	12,914,564	26,594,380	70,084,298
Prior year adjustments	-	-	-	(617,415)	(134,706)	(752,121)
Effect of Adoption of IFRS9 net of tax	-	-	-	-	2,059,626	2,059,626
Effect of Adoption of IFRS15 net of tax	-	-	-	-	(7,341)	(7,341)
Restated opening balances	1,503,990	27,158,864	1,912,500	12,297,149	28,511,959	71,384,462
Profit for the period	-	-	-	-	2,128,773	2,128,773
Transfer to retained earnings	-	-	-	(1,174,525)	1,174,525	-
Deferred tax effect of transfer	-	-	-	-	503,368	503,368
Transaction with owners:						
- Dividends proposed	-	-	1,912,500	-	(1,912,500)	-
- Dividends declared	-	-	(1,912,500)	-	-	(1,912,500)
At June 30 2019	1,503,990	27,158,864	1,912,500	11,122,624	30,406,125	72,104,103
Half year December 31, 2019						
At July 1 2019	1,503,990	27,158,864	1,912,500	11,122,624	30,406,125	72,104,103
Profit for the period	-	-	-	-	1,678,793	1,678,793
Transfer of realised revaluation reserve to retained earnings -	-	-	-	(587,752)	587,752	-
- Deferred tax effect of transfer	-	-	-	-	251,894	251,894
Transaction with owners						
Dividends:						
Declared	-	-	(1,912,500)	-	-	(1,912,500)
At December 31, 2019	1,503,990	27,158,864	-	10,534,872	32,924,564	72,122,290

STATEMENT OF CASH FLOWS FOR THE HALF YEAR ENDED DECEMBER 31, 2019

	Dec 2019 Shs '000	Dec 2018 *Restated Shs '000
Cash flows from operating activities		
Net cash generated from operating activities	4,212,223	(1,826,023)
Net cash inflow from / (used in) operating activities	4,212,223	(1,826,023)
Cash flows from / (used in) investing activities		
Purchase of property, plant and equipment & Intangibles	(1,025,879)	(1,068,261)
Placements of deposits with Commercial banks	(8,500,000)	-
Maturities of deposits with Commercial banks	5,500,000	9,700,000
Interest received from Commercial banks	250,730	502,180
Proceeds from disposal of property, plant and equipment	22,841	18,909
Net cash (used in) / from investing activities	(3,752,308)	9,152,828
Cash flows used in financing activities		
Lease repayments	(34,226)	-
Dividends paid	(27,561)	(7,351)
Net cash used in financing activities	(61,787)	(7,351)
Net change in cash and cash equivalents	398,129	7,319,454
Cash and cash equivalents at beginning of period	4,401,565	5,896,457
Cash and cash equivalents at end of period	4,799,693	13,215,911

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