



VISION GROUP[®]

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NEW VISION PRINTING AND PUBLISHING COMPANY LIMITED

SEMI ANNUAL FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED DECEMBER 31, 2021



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NEW VISION PRINTING AND PUBLISHING COMPANY LIMITED

CORPORATE INFORMATION

FOR THE HALF YEAR ENDED 31 DECEMBER 2021

PRINCIPAL PLACE OF BUSINESS AND REGISTERED OFFICE

Plot 19/21, First Street

Industrial Area

P. O. Box 9815

Kampala, Uganda

COMPANY SECRETARY

Ndyanabo Gervase

Plot 19/21, 1st Street

Industrial Area

P. O. Box 9815

Kampala, Uganda

INDEPENDENT AUDITOR

Auditor General

Audit House

Plot 2/12, Apollo Kaggwa Road

P. O. Box 7983

Kampala, Uganda

BANKERS

Standard Chartered Bank Uganda Limited
P. O. Box 7111
Kampala, Uganda

Stanbic Bank Uganda Limited
P. O. Box 7131
Kampala, Uganda

KCB Bank Uganda Limited
P. O. Box 7399
Kampala, Uganda

LEGAL ADVISORS

K&K Advocates
P. O. Box 6160
Kampala, Uganda

Birungyi, Barata & Associates
P. O. Box 21086
Kampala, Uganda

Sozi & Partners
P. O. Box 379
Kampala, Uganda

Bowmans AF Mpanga Advocates
P. O. Box 1520
Kampala, Uganda

NEW VISION PRINTING AND PUBLISHING COMPANY LIMITED

REPORT OF THE DIRECTORS

FOR THE HALF YEAR ENDED 31 DECEMBER 2021

1. PRINCIPAL ACTIVITIES

The principal activities of the Company are publishing, printing and distribution of newspapers and magazines. The Company also engages in television and radio broadcasting, and digital online production.

2. RESULTS

The results for the period are set out on page 5

3. DIVIDENDS

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.

4. RESERVES

The reserves of the Company are set out on page 7

5. DIRECTORS

The directors who held office during the period and to the date of this report were:

<i>Name</i>	<i>Role</i>
Patrick Ayota	Board Chairperson
Susan Lubega	Deputy Board Chairperson
Don Wanyama	Managing Director/CEO
Gervase Ndyanabo	Deputy Managing Director/Company Secretary (Alternate Director for CEO)
Robinah Kaitiritimba Kitungi	Non-Executive Director
Michael Nyago	Non-Executive Director
Peter Kawumi	Non-Executive Director
Moses Mwase	Non-Executive Director
Aéko Ongodia	Non-Executive Director
Sarah Irene Walusimbi	Non-Executive Director
Julie Piloya Okiror	Non-Executive Director
David Kenneth Mafabi	Non-Executive Director

All directors are Ugandans.

Members of the Board Audit and Risk Committee

<i>Name</i>	<i>Role</i>
Michael Nyago	Chairman
Joseph Baliddawa	Member
Parity Twinomujuni	Member
Sarah Irene Walusimbi	Member



NEW VISION PRINTING AND PUBLISHING COMPANY LIMITED

STATEMENT OF THE DIRECTORS' RESPONSIBILITIES
FOR THE HALF YEAR ENDED 31 DECEMBER 2021

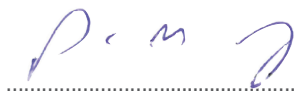
The Companies Act, 2012 of Uganda requires the directors to prepare financial statements for each financial year, which give a true and fair view of the state of financial affairs of the Company as at the end of the financial year and of its operating results for that year. It also requires the directors to ensure the Company keeps proper accounting records, which disclose with reasonable accuracy, at any time, the financial position of the Company. They are also responsible for safeguarding the assets of the Company.

The directors are ultimately responsible for the internal control of the Company. The directors delegate responsibility for the internal control to management. Standards and systems of internal control are designed and implemented by management to provide reasonable assurance as to the integrity and reliability of the financial statements and to adequately safeguard, verify and maintain accountability of the Company's assets. Appropriate accounting policies supported by reasonable and prudent judgements and estimates, are applied on a consistent and using the going concern basis. These systems and controls include proper delegation of responsibilities within a clearly defined framework, effective accounting procedures and adequate segregation of duties.

The directors accept responsibility for the financial statements, which have been prepared using appropriate accounting policies supported by reasonable and prudent judgement and estimates, in conformity with International Financial Reporting Standards and in the manner required by the Companies Act, 2012 of Uganda. The directors are of the opinion that the financial statements give a true and fair view of the state of the financial affairs of the Company and of its operating results. The directors further accept responsibility for the maintenance of accounting records, which may be relied upon in the preparation of financial statements, as well as adequate systems of internal financial control.

Nothing has come to the attention of the directors to indicate that the Company will not remain a going concern for at least twelve months from the date of this statement.

The financial statements were approved by the Board of Directors on 15/2/2022 and signed on its behalf by:



Director



Director



NEW VISION PRINTING AND PUBLISHING COMPANY LIMITED

 STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
 FOR THE HALF YEAR ENDED DECEMBER 31, 2021

	Note	`Dec 2021 Ushs'000	`Dec 2020 Ushs'000
Revenue	3	61,124,980	40,072,279
Cost of sales	4	<u>(49,848,596)</u>	<u>(30,604,326)</u>
Gross profit		11,276,384	9,467,953
Other income	5	734,381	637,829
Distribution costs	6	(886,715)	(886,837)
Administrative expenses	7	(7,983,896)	(7,132,541)
Impairment of receivables	8	(828,849)	(1,963,580)
Other operating expenses	8	<u>(929,820)</u>	<u>(1,246,198)</u>
Operating (loss)/ profit		1,381,485	(1,123,374)
Finance costs	9(b)	<u>(704,329)</u>	<u>(382,706)</u>
Profit before taxation		677,155	(1,506,080)
Taxation	11	<u>(280,607)</u>	132,201
Profit for the period		<u>396,548</u>	<u>(1,373,879)</u>
Other comprehensive income		-	-
Total comprehensive for the period		<u>396,548</u>	<u>(1,373,879)</u>
Dividends			
Proposed dividends for the period	12(a)	-	-
Earnings per share			
'Basic and Diluted (Shs per share)	12(b)	<u>5.2</u>	<u>(18.0)</u>

NEW VISION PRINTING AND PUBLISHING COMPANY LIMITED

STATEMENT OF FINANCIAL POSITION

AS AT DECEMBER 31, 2021

	Note	Dec 2021 Ushs'000	Jun 21 Ushs'000
ASSETS			
Non-current assets			
Property, plant and equipment and right-of-use assets	13	36,512,062	36,318,641
Intangible assets	15	2,391,379	1,648,651
Longterm investment - Treasury bond		4,707,654	-
		43,611,095	37,967,292
Current assets			
Inventories	16	5,552,223	4,880,349
Trade and other receivables	17	66,680,036	32,407,558
Right of return asset		21,864	1,042
Fixed Deposits	18	829,453	10,043,308
Cash and cash equivalents	18	4,272,676	3,044,726
Tax deposit recoverable		-	22,537
Current tax recoverable	25	2,011,029	1,220,614
		79,367,282	51,620,134
TOTAL ASSETS		122,978,377	89,587,426
EQUITY AND LIABILITIES			
Capital and reserves			
Share capital	19	1,503,990	1,503,990
Share premium	19	27,158,864	27,158,864
Revaluation reserve	20	3,384,650	3,435,348
Proposed dividend		-	-
Retained earnings		33,409,836	32,940,863
Shareholders' funds		65,457,340	65,039,065
Non-current liabilities			
Lease liability		212,961	337,543
Deferred tax liability	21	4,288,057	4,322,335
		4,501,018	4,659,878
Current Liabilities			
Trade and other payables	22	23,651,284	7,373,514
Refund liability		29,543	1,428
Grant Liability		1,282	81
Contract liabilities		2,044,560	1,750,304
Lease liability		236,848	213,434
Provision for Litigation		1,842,563	1,739,063
Bank loan		21,416,154	5,000,000
Dividends payable	23	3,797,785	3,810,659
		53,020,019	19,888,483
TOTAL EQUITY AND LIABILITIES		122,978,377	89,587,426



NEW VISION PRINTING AND PUBLISHING COMPANY LIMITED

STATEMENT OF CHANGES IN EQUITY

FOR THE HALF YEAR ENDED 31 DECEMBER 2021

	Share capital Ushs'000	Share premium Ushs'000	Proposed dividend Ushs'000	Revaluation Reserve* Ushs'000	Retained earnings Ushs'000	Total Ushs'000
Year ended June 30, 2021						
At start of year	1,503,990	27,158,864	1,377,000	9,947,120	33,369,788	73,356,762
(Loss) for the year					(985,475)	(985,475)
Transfer of realised revaluation surplus to retained earnings	-	-	-	(389,586)	389,586	-
Deferred tax effect of transfer	-	-	-	-	166,965	166,965
Impairment loss net of tax				(6,122,186)		(6,122,186)
Transaction with owners:						
Dividends:						
- Final for 2020 (Declared)	-	-	1,377,000	-	(1,377,000)	-
- Final for 2021 (Proposed)	-	-	-	-	-	-
At end of year	<u>1,503,990</u>	<u>27,158,864</u>	<u>-</u>	<u>3,435,348</u>	<u>32,940,863</u>	<u>65,039,065</u>
Half Year ended December 31, 2021	1,503,990	27,158,864	-	3,435,348	32,940,863	65,039,065
Profit for the period	-	-	-	-	396,548	396,548
Transfer of realised revaluation surplus to retained earnings	-	-	-	(50,698)	50,698	-
Deferred tax effect of transfer	-	-	-	-	21,728	21,728
Transaction with owners						
Dividends:						
- Declared	-	-	-	-	-	-
- Proposed	-	-	-	-	-	-
At end of period	<u>1,503,990</u>	<u>27,158,864</u>	<u>-</u>	<u>3,384,650</u>	<u>33,409,836</u>	<u>65,457,340</u>



NEW VISION PRINTING AND PUBLISHING COMPANY LIMITED

STATEMENT OF CASH FLOWS

AS AT DECEMBER 31, 2021

	Note	'Dec 2021 Ushs'000	'Dec 2020 Ushs'000
Cash flows from operating activities			
Cash generated from operating activities		<u>(17,918,785)</u>	<u>4,501,603</u>
Netcash inflow from operating activities		<u>(17,918,785)</u>	<u>4,501,603</u>
Cash flows used in investing activities			
Purchase of property, plant and equipment	13	(1,373,763)	(2,448,299)
Purchase of intangible assets	15	(823,487)	(160,578)
Proceeds from disposal of property, plant and equipment		-	15,690
Placements of deposits with commercial banks		(5,476,154)	(700,000)
Maturities of deposits with commercial banks		10,037,720	700,000
Interest received from commercial bank deposits		<u>479,104</u>	<u>515,394</u>
Net cash from/ (used in) investing activities		<u>2,843,420</u>	<u>(2,077,793)</u>
Cash flows used in financing activities			
Repayment of principal portion of Lease liability		-101,168	(82,154)
Repayment of bank Loan principal		(7,766,667)	(1,666,667)
Proceeds from borrowed funds		24,182,821	-
Dividends paid	23	<u>(12,874)</u>	<u>(10,269)</u>
		-	
Net cash from (used in) financing activities		<u>16,302,112</u>	<u>(1,759,090)</u>
Net change in cash and cash equivalents		<u>1,226,747</u>	<u>664,720</u>
Cash and cash equivalents at beginning of period		<u>3,044,644</u>	<u>2,725,115</u>
Cash and cash equivalents at end of period	18	<u>4,271,391</u>	<u>3,389,835</u>

NEW VISION PRINTING AND PUBLISHING COMPANY LIMITED

NOTES OF FINANCIAL STATEMENTS
FOR THE HALF YEAR ENDED 31 DECEMBER, 2021

NOTES TO THE FINANCIAL STATEMENTS

1. CORPORATE INFORMATION

New Vision Printing and Publishing Company Limited (“the Company”) is a public limited liability company incorporated and domiciled in Uganda. The Company was incorporated on June 17, 2002.

The principal activities of the Company are those of publishing, printing and distribution of newspapers and magazines. The Company also engages in television and radio broadcasting, and digital online production.

The Company was listed at the Uganda Securities Exchange in November 2004.

The registered office of the Company is at Plot 19/21, 1st Street, Industrial Area, PO Box 9815, Kampala, Uganda.

2. NEW STANDARDS AND INTERPRETATIONS

2.1 Standards and interpretations effective and adopted in the current year:

There were neither new nor revised Standards and Interpretations adopted in the current Half Year.

• IAS 34 Interim Financial reporting

The company has applied the same accounting policies and methods in the interim financial statements for the period ended December 31, 2021 as was used in the annual accounts for the year ended June 30, 2021.

The Company revenues and performance has been adversely impacted by the change in business circumstances caused by the impact of COVID 19 lock down on the economy.

The Company won World Bank funded contracts from the Ministry of Education and Sports for printing educational materials for Upper Primary and Home Study. The total revenues recognised from these contracts in the interim period was Shs 20.29 Bn of which Shs 9.69 Bn has been paid and the balance of Shs 10.60 Bn is reflected under receivables for the period ended 31st December 2021.

The Publishing contributed 33% to total revenue, accounted for 38% of the total costs and all the profitability for the period ended 31st December 2021. The Company would have returned a loss had it not been for publishing revenue. The significant increases in cost of sales, trade receivables and trade payables are all associated with the increase in publishing revenue.

The Company borrowed Shs 29.2 Bn from Stanbic Bank Uganda Ltd in the interim period to facilitate the printing of educational materials. Shs 7.77 Bn has been repaid and a balance of Shs 21.45 Bn is outstanding as at the reporting date.

The Company invested in 20 year 17.5% Treasury Bond in November 2020 at a cost of Shs 5 Bn. The face value of the Bond is Shs 4.128Bn and is redeemable in 2040. The business model of the Company is to hold the bond to maturity. The bond has thus been valued at amortised cost under IFRS 9 Financial Instruments. The treasury bond charges of Shs 347.8Mn are included in the finance charges of Shs 704.3Mn in the Statement of Comprehensive Income.

3. Revenue

	Dec 2021 Shs '000	Dec 2020 Shs '000
Advertising	27,468,760	25,014,440
Circulation	7,095,347	8,088,001
Commercial printing	5,844,166	6,476,498
Publishing Revenue	20,290,115	-
Scrap	426,594	493,340
	61,124,980	40,072,279

NEW VISION PRINTING AND PUBLISHING COMPANY LIMITED

NOTES OF FINANCIAL STATEMENTS
FOR THE HALF YEAR ENDED 31 DECEMBER, 2021

4. Cost of sales

	` Dec 2021 Shs '000	` Dec 2020 Shs '000
Cost of raw materials	5,376,598	6,176,357
Direct costs	39,199,787	19,571,776
Sales commission	5,117,426	4,716,424
Provision for stock obsolescence	154,786	139,771
	49,848,596	30,604,326

5. Other income

Interest Income	534,470	433,560
Others	133,177	122,097
Profit/(loss) on disposal of property, plant and equipment	-	13,479
Rental income	66,734	68,692
	734,381	637,829

6. Distribution costs

Transportation of newspapers	886,715	886,837
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7. Administrative expenses

Staff cost		
Salaries and wages	2,912,132	2,624,645
National Social Security Fund contributions	270,700	245,900
Other staff costs	351,822	299,335
Gratuity	5,922	-
Medical expenses	583,725	648,564
Staff training and team building	173,670	50,237
Pension fund	456,137	495,831
	4,754,109	4,364,512
Other administrative expenses		
Repairs and maintenance	900,313	846,143
Printing and Stationery	80,132	72,730
Meetings and consumables	42,050	33,210
Internet and network costs	633,306	484,073
Motor vehicle running costs	273,524	298,646
Professional fees	453,303	335,035
Travel and accommodation	52,158	10,307
Entertainment	43,042	53,745
Communication costs	51,308	46,714
Bank charges and commission	180,750	110,847
Listing expenses	40,013	45,741
Audit fees	46,623	46,623
Directors' expenses	336,015	260,911

NEW VISION PRINTING AND PUBLISHING COMPANY LIMITED

NOTES OF FINANCIAL STATEMENTS

FOR THE HALF YEAR ENDED 31 DECEMBER, 2021

	Dec 2021 Shs '000	Dec 2020 Shs '000
Grants and donations	6,500	7,500
Operating lease rentals	90,749	115,803
	3,229,787	2,768,029
	7,983,896	7,132,541

8. Other operating expenses

Rent and rates	78,895	73,917
General insurance	63,122	49,665
Electricity and water	258,949	237,492
Security expenses	190,624	182,012
Depreciation and amortisation	322,005	705,824
Net foreign exchange (loss)/gain	16,224	(2,712)
	929,820	1,246,198
Bad debts provision	828,849	1,963,580

9. Profit before taxation

The following items have been charged in arriving at the profit before taxation:

Depreciation of property, plant and equipment (Note 13)	1,180,339	2,712,737
Amortisation of pre-paid operating lease rentals (Note 14)	153,612	49,542
Amortisation of intangible assets (Note 15)	80,759	77,401
Trade receivable - impairment (Note 17)	820,199	1,963,580
Auditors' remuneration	46,623	46,623
Rent and rates	78,895	73,917
Directors' expenses	336,015	260,911
(Gain)/loss on disposal of property, plant and equipment	-	(13,479)
Operating lease rentals equipment	90,749	115,803
Staff costs (Note 10)	13,325,191	11,915,973
Finance charges		
Bank loan charges	305,672	312,837
Treasury Bond charges	347,801	-
Lease interest	50,856	69,869
	704,329	382,706

10. Staff costs

Salaries and wages	10,976,387	9,749,525
National Social Security Fund contributions	1,010,653	932,351

NEW VISION PRINTING AND PUBLISHING COMPANY LIMITED

NOTES OF FINANCIAL STATEMENTS

FOR THE HALF YEAR ENDED 31 DECEMBER, 2021

	Dec 2021 Shs '000	Dec 2020 Shs '000
Gratuity expenses	5,922	-
Other staff costs	876,092	738,265
Pension fund	456,137	495,831
	13,325,191	11,915,973

11. Taxation

Current tax	293,158	418,074
Tax recognised in current year for prior period	-	-
Deferred tax (Note 21)	(12,551)	(550,275)
	280,607	(132,201)

The tax on the company's profit before tax differs from the theoretical amount that would arise using the basic rate as follows:

Profit before tax	677,155	(1,506,080)
Tax calculated at a tax rate of 30% (2017: 30%)	203,147	(451,824)
Tax effect of:		
- Expenses not deductible for tax purposes	77,460	319,623
- Income not subject to tax	-	-
- Tax on excess depreciation of revalued assets	-	-
- Tax recognised in current year for prior period	-	-
	280,607	(132,201)
	30%	30%

12. Dividends and earnings Per share

a) Dividends per share

During the period, Directors recommend no dividend (2020: Nil).

b) Earnings per share

Basic earnings per share are calculated on the profit attributable to shareholders of Shs 4,986,159 thousand (2020: Shs (1,373,880 thousand) and on the weighted average number of ordinary shares outstanding at year end.

Profit attributable to ordinary shareholders	396,548	(1,373,879)
Shares in issue during the year	76,500	76,500
Basic and diluted earnings per share	5.2	(18.0)

NEW VISION PRINTING AND PUBLISHING COMPANY LIMITED

NOTES OF FINANCIAL STATEMENTS

FOR THE HALF YEAR ENDED 31 DECEMBER, 2021

13. Plant, Property and Equipment

For the half year ended December 31, 2021

	Freehold Land Shs'000	Buildings Shs'000	Plant & Machinery Shs'000	Motor Vehicles Shs'000	Furniture & Equip Shs'000	TVs & Radios Shs'000	Computers Shs'000	Cameras Shs'000	Right of Use Asset Shs'000	Capital WIP Shs'000	Totals Shs'000
Cost and Valuation											
At start of year 1st July 2021	35,000	16,145,834	22,851,373	3,303,135	2,934,124	7,075,746	6,684,012	4,109,048	5,013,870	571,198	68,723,339
Additions	-	-	665,866	-	55,797	357,979	156,399	37,722	-	-	1,373,763
Re classification	-	-	-	-	-	-	-	-	-	-	-
Disposals	-	-	-	-	-	-	-	-	-	-	-
At end of year 31.12.2021	35,000	16,145,834	23,517,240	3,303,136	3,089,921	7,433,725	6,840,411	4,146,770	5,013,870	571,198	70,097,102
Depreciation											
At start of year 1st July 2021	-	2,922,981	9,074,113	2,265,781	2,542,819	4,884,816	5,392,026	3,756,979	1,565,180	-	32,404,695
Re classification	-	-	-	-	-	-	-	-	-	-	-
On disposal	-	-	-	-	-	-	-	-	-	-	-
Impairment loss	-	-	-	-	-	-	-	-	-	-	-
Charge for the Year	-	134,927	324,056	56,570	80,966	210,476	168,227	51,504	153,612	-	1,180,339
At end of half year 31.12.2021	-	3,057,908	9,398,169	2,322,351	2,623,785	5,095,291	5,560,254	3,808,484	1,718,792	-	33,585,033
Net book value	35,000	13,087,925	14,119,071	980,785	466,136	2,338,433	1,280,158	338,286	3,295,077	-	36,512,062

NEW VISION PRINTING AND PUBLISHING COMPANY LIMITED

NOTES OF FINANCIAL STATEMENTS

FOR THE HALF YEAR ENDED 31 DECEMBER, 2021

	`Dec 2021 Shs '000	`Jun 21 Shs'000
14. Prepaid Operating Lease Rentals		
Cost		
Opening balances	5,013,869	5,013,869
Additions	-	-
	5,013,869	5,013,869
Accumulated amortisation		
Opening balance	(1,565,180)	(1,257,957)
Amortisation	(153,612)	(307,223)
	(1,718,792)	(1,565,180)
Carrying value		
Opening balance	5,013,869	5,013,869
Additions	-	-
Amortisations	(1,718,792)	(1,565,180)
Net book value	3,295,077	3,448,689
<u>Details of prepaid operating leased properties:</u>		
(i) LRV 2418 Folio15, Mbarara	196,000	196,000
(ii) Plot 19, Industrial Area, Kampala	141,788	141,788
(iii) Plot 2, Industrial Area, Kampala	223,029	223,029
(iv) Plot 2, Picfare, Kampala	1,682,804	1,682,804
(v) Plot 4, Industrial Area, Kampala	519,867	519,867
(vi) Namanve land	1,417,825	1,417,825
(vi) Leased	832,556	832,556
	5,013,869	5,013,869
15. Intangible Assets		
a) Intagibles		
Cost		
At start of year	3,860,773	2,592,102
Additions	823,487	1,268,671
Disposals	-	-
At end of year	4,684,260	3,860,773
Amortisation		
At start of year	(2,212,121)	(2,113,316)
Charge for the year	(80,759)	(98,805)
On disposal	-	-
Transfer from property, plant and equipment	-	-
At end of year	(2,292,880)	(2,212,121)
Net book value		
At end of year	2,391,379	1,648,651
b) Developer Licence - UCC		
Carrying value	-	-
	2,391,379	1,648,651

UCC Developer Licences are aggregated with Software and other Intangibles

NEW VISION PRINTING AND PUBLISHING COMPANY LIMITED

NOTES OF FINANCIAL STATEMENTS

FOR THE HALF YEAR ENDED 31 DECEMBER, 2021

	` Dec 2021 Ushs'000	` Jun 21 Ushs'000
16. Inventories		
Commercial paper	911,297	1,504,380
Newsprint	2,826,453	1,882,865
Machine consumables	1,032,014	942,955
Plates and chemicals	306,365	409,063
Films, inks and materials	380,886	345,452
Computer stationery	148,291	169,849
Work in progress	575,694	189,647
	6,181,001	5,444,211
Less: provision for stock obsolescence*	(628,778)	(563,863)
	5,552,223	4,880,349

17. Trade and other receivables

	` Dec 2021 Ushs'000	` Jun 21 Ushs'000
Trade receivables	41,469,832	12,521,265
Less: impairment allowance	(4,022,794)	(3,202,595)
Net trade receivables	37,447,038	9,318,670
Prepayments	3,923,250	1,015,439
Staff advances	972,909	860,006
Advances paid to suppliers	-	2,284,424
Other receivables	10,789,029	11,842,620
Receivables from related parties (Note 27(b))	13,547,811	7,086,399
	66,680,036	32,407,558

Movement in impairment allowance

	` Dec 2021 Ushs'000	2020 Ushs'000
At the beginning and end of the year	3,202,595	1,428,170
Charge for the year	820,199	2,608,118
Write-off	-	(833,693)
At 30 June	4,022,794	3,202,595

Aging analysis of trade receivables:

	` Dec 2021 Ushs' 000	` Jun 21 Ushs' 000
Trade receivables		
0 - 3 months	56,396,563	22,936,189
3 - 12 months	6,408,943	4,581,016
Over 12 months	3,874,531	4,890,353
	66,680,036	32,407,558

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	` Dec 2021	` Jun 21
	Ushs' 000	Ushs' 000
18 Cash and cash equivalents		
Cash on hand	106,732	161,416
Cash at bank	4,165,944	2,883,310
Short-term bank deposits	829,453	10,043,308
	5,102,129	13,088,034

The carrying amounts of the Company's cash at bank and in hand are denominated in the following currencies:

	` Dec 2021	` Jun 21
	Ushs' 000	Ushs' 000
Uganda Shillings	3,892,945	11,359,197
Kenya Shillings	11,244	990
Euro	20,666	21,852
US Dollar	1,177,273	1,705,995
	5,102,129	13,088,034

The weighted average effective interest rate on short-term bank deposits at year-end was 10.5% (2018: 11%).

The Company is not exposed to credit risk on cash at bank as this is held with sound financial institutions.

19. Share capital

	2021	2020
	Ushs'000	Ushs'000
Authorised		
76,500,000 ordinary shares of Ushs 19.66 each	1,503,990	1,503,990

Share premium

The share premium comprises 25,500,000 ordinary shares of Shs 19.66 each which were issued at a premium of Shs 1,080.34 per share less costs of Shs 389,806,000.

27,158,864	27,158,864
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Reconciliation of number of shares issued:

Opening		
Issue of shares - ordinary shares	76,500,000	76,500,000
Closing	76,500,000	76,500,000
Issued and fully paid up		
Ordinary shares	1,503,990	1,503,990

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	2021	2020
	Ushs'000	Ushs'000
20. Revaluation Reserve		
Opening balance	3,435,349	9,947,120
- Transfer to retained earnings	(50,698)	(389,586)
- Impairment loss	-	(6,122,186)
Closing balance	3,384,651	3,435,349

21. Deferred Tax

Deferred tax is calculated, in full, on all temporary timing differences under the liability method using a principal tax rate of 30% (2020: 30%). The movement on the deferred tax account is as follows:

	` Dec 2021	` Jun 21
	Shs '000	Shs '000
At start of year	4,322,336	6,978,320
Debit to profit or loss	(12,551)	134,775
Released to Retained earning	(21,728)	(2,790,759)
At end of year	4,288,058	4,322,336

Deferred tax liability/asset and deferred tax charge/(credit) to profit or loss are attributable to the following items:

	At start of year	Credit to statement of profit or loss	Charged to other Comprehensive Income	At end of year
	Shs '000	Shs '000	Shs '000	Shs '000
December 31, 2021				
Deferred tax liabilities				
Property, plant and equipment				
- accelerated tax depreciation	4,505,244	286,221	-	4,791,465
- revaluation	1,468,864		(21,728)	1,447,136
	5,974,108	286,221	(21,728)	6,238,602
Deferred tax (assets)				
Provisions	(1,651,772)	(298,772)	-	(1,950,544)
	(1,651,772)	(298,772)	-	(1,950,544)
Net deferred tax liability	4,322,336	(12,551)	(21,728)	4,288,057

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	At start of year	Credit to statement of profit or loss	Charged to other Comprehensive Income	At end of year
June 30, 2021	Shs '000	Shs '000	Shs '000	Shs '000
Deferred tax liabilities				
Property plant and equip Accelerated Tax Depreciation	3,729,089	776,155		4,505,244
Revaluation	4,259,623	-	(2,790,759)	1,468,864
	7,988,712	776,155	(2,790,759)	5,974,108
Deferred tax (assets)				
Provisions	(1,010,392)	(641,380)	-	(1,651,772)
	(1,010,392)	(641,380)	-	(1,651,772)
Net deferred tax liability	6,978,320	134,775	(2,790,759)	4,322,335

22. Trade and Other payables

	` Dec 2021 Shs '000	` Jun 21 Shs '000
Trade payables	4,550,823	3,325,528
Accruals	760,879	773,634
Advances received from customers	2,044,560	1,750,304
VAT	794,711	598,495
Other payables	19,388,716	4,415,001
	27,539,689	10,862,962

The carrying amounts of the company's trade and other payables are denominated in the following currencies:

Uganda Shillings	27,097,018	9,580,299
US Dollar	388,670	1,238,364
Euro	-	40,536
Ksh	-	3,764
GBP	54,002	-
	27,539,689	10,862,962

In the opinion of the directors, the carrying amounts of trade payables approximate to their fair value.

23. Dividend payable

At start of year	3,810,659	3,074,102
Dividend declared in the year	-	1,377,000
Dividend paid in the year	(12,874)	(640,443)
At end of year	3,797,785	3,810,659

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24. Gratuity Obligation

Employee entitlements to gratuity are recognised when they accrue to employees.

The movement in the gratuity provision is as follows:

	`Dec 2021 Shs '000	`Jun 21 Shs '000
Opening balance	-	-
Current year charge	-	-
Paid during the year	-	-
Closing balance	0	0

During the year, the Company incurred as gratuity for managers employed on contract terms. Provision for gratuity is made on the assumption if all entitled employees were terminated at the reporting date.

25. Current tax (recoverable)/payable

At the beginning of the year	(1,220,614)	(367,726)
Charge for the year	293,158	(77,123)
Tax arrears	-	-
Paid during the year	(1,083,573)	(775,764)
At the end of the year	(2,011,029)	(1,220,614)

26. Cash from operating activities

Profit before tax	677,155	4,894,784
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Adjustments for:

Depreciation of property, plant and equipment (Note 13)	1,026,727	2,321,669
Amortisation of prepaid operating leasehold land (Note 14)	153,612	307,223
Amortisation of intangible assets (Note 15)	80,759	98,805
(Gain)/loss on disposal of property, plant and equipment	-	(13,479)
Interest received	(534,470)	(433,560)
Prior year adoption of IFRS9	-	-
Prior year adoption of IFRS15	(20,822)	19,202

Working capital changes:

(Increase) in inventories	(671,875)	1,091,909
(Increase) in trade and other receivables	(34,272,479)	(11,616,098)
(Decrease) in trade and other payables	16,704,842	4,722,653
Cash generated from operation activities	-16,856,551	1,393,108

NEW VISION PRINTING AND PUBLISHING COMPANY LIMITEDNOTES OF FINANCIAL STATEMENTS
FOR THE HALF YEAR ENDED 31 DECEMBER, 2021**27. Related Party Transactions**

The following transactions were carried out with related parties:

(a) Transactions with related parties

Sales of goods and services	` Dec 2021 Shs '000	` Jun 2021 Shs '000
Advertisements in newspapers/magazines/radio and television		
Government ministries, departments and agencies	18,063,762	11,538,875
National Insurance Corporation Limited	46,063	-
National Social Security Fund	101,324	243,696
Bageine	0	2,536
	18,211,149	11,785,107

(b) Due from related parties

Government ministries, departments and agencies	13,395,581	6,972,890
National Social Security Fund	53,955	70,549
National Insurance Corporation Limited	98,275	42,960
Bageine & Company	-	-
	13,547,811	7,086,399

(c) Key members of management:

- (i) Managing Director: Mr. Don Wanyama
(ii) Deputy Managing Director/Company Secretary: Mr. Ndyanabo Gervase

