

NICTUS HOLDINGS LIMITED
 Incorporated in the Republic of Namibia
 Registration number NAM 1962/1735
 NSX Share code: NHL
 ISIN Code NA000A1J2SS6
 "Nictus" or "the Company"

ABRIDGED REPORT RELATING TO THE AUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE YEAR ENDED 30 JUNE 2023

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE YEAR ENDED 30 JUNE 2023

Figures in N\$' 000	Audited 12 months ended 30 June 2023	Audited 15 months ended 30 June 2022
Revenue	927 741	862 732
Effective interest income	78 599	58 133
Total revenue	1 006 340	920 865
Cost of sales	(720 262)	(649 015)
Gross profit	286 078	271 850
Other operating income	11 963	25 446
Other operating losses	(43)	(9 674)
Investment income from operations	36 519	24 919
Operating and administrative expenses	(284 400)	(256,994)
Operating profit	50 117	55 547
Investment income	3 130	2 657
Finance costs	(6 627)	(6 778)
Profit before taxation	46 620	51 426
Taxation	(5 393)	(8 592)
Profit for the year	41 227	42 834
Other comprehensive income:		
Revaluation and impairment of land and buildings net of taxation	-	(12 196)
Other comprehensive income for the year net of taxation	-	(12 196)
Total comprehensive income for the year	41 227	30 638
Total comprehensive income attributable to: Owners of the parent	41 227	30 638
<i>Earnings per share</i>		
Basic and diluted earnings per share (cents)	77,14	81,65
Basic and diluted earnings per share before treasury share adjustment (cents)	77,14	80,15
Weighted average number of shares in issue (000's)	53 444	52 461
Net asset value per share (cents)	426.92	375.47

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2023

Figures in N\$' 000	Audited 30 June 2023	Audited 30 June 2022
Assets		
Non-current assets	1 288 127	1 056 901
Property, plant and equipment	368 194	330 802
Right-of-use assets	4 263	5 206
Investment property	43 482	43 482
Intangible assets	3 088	3 379
Trade and other receivables	50 046	45 145
Investments	72 590	63 692
Loans and receivables	722 491	552 845
Finance lease receivables	8 519	-
Deferred tax	15 454	12 350
Current assets	1 334 698	1 040 347
Total assets	2 622 825	2 097 248
Equity and liabilities		
Equity	228 160	200 663
Stated capital	129	129
Reserves	72 203	67 203
Retained income	155 828	133 331
Liabilities		
Non-current liabilities	2 394 665	1 896 585
Interest-bearing loans and borrowings	74 958	71 791
Lease liabilities	15,098	19 611
Deferred tax	2 186	3 003
Current liabilities	57 674	49 177
Insurance contract liability	2 319 707	1 824 794
Other current liabilities	2 076 360	1 684 952
	243 347	139 842
Total equity and liabilities	2 622 825	2 097 248

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30 JUNE
2023

Figures in N\$' 000	Audited 12 months ended 30 June 2023	Audited 15 months ended 30 June 2022
Cash flow from operating activities		
Cash generated from operations	154 197	110 197
Investment income	3 130	2 657
Finance costs	(6 163)	(6 315)
Net cash from operating activities	151 164	106 539
Cash flows from investing activities		
Purchase of property, plant and equipment	(45 898)	(16 638)
Sale of property, plant and equipment	1 244	1 370
Purchase of intangible assets	(1 067)	(752)
Sale of intangible assets	-	3
Purchase of investment in subsidiary	-	(1)
Sale / (purchase) of investments	941	(49 394)
Movement in loans and receivables	(2 537)	9 072
Movement in finance lease receivables	(11 372)	-
Net cash from investing activities	(58 689)	(56 340)
Cash flows from financing activities		
Proceeds from / (repayments of) borrowings	31 991	(86 862)
Payment on lease liabilities	(3 288)	(3 649)
Dividends paid	(13 895)	(9 619)
Net cash from financing activities	14 808	(100 130)
Net movement in cash and cash equivalents	107 283	(49 931)
Cash and cash equivalents at the beginning of the year	295 221	345 152
Effect of foreign exchange on cash and cash equivalents	37	-
Cash and cash equivalents at the end of the year	402 541	295 221

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 30 JUNE 2023

Figures in N\$' 000 (Audited)	Stated capital	Revaluation reserve	Insurance contingency reserve	Retained income	Total equity
Audited balance at 1 April 2021	129	58 848	15 551	104 942	179 470
Total comprehensive income	-	(12 196)	-	42 834	30 638
Net dividends paid	-	-	-	(9 445)	(9 445)
Transfer to contingency reserve	-	-	5 000	(5 000)	-
Audited balance at 1 July 2022	129	46 652	20 551	133 331	200 663
Total comprehensive income	-	-	-	41 227	41 227
Net dividends paid	-	-	-	(13 730)	(13 730)
Transfer to contingency reserve	-	-	5 000	(5 000)	-
Audited balance at 30 June 2023	129	46 652	25 551	155 828	228 160

Accounting policies have been applied consistently with those of the prior year. The annual financial statements for the year ended 30 June 2023 have been audited by SGA Chartered Accountants and Auditors, and their unqualified audit opinion is available for inspection at the registered office of the Company.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL INFORMATION

1. BASIS OF PREPARATION

The condensed consolidated financial statements have been prepared in accordance with the recognition and measurement requirements of International Financial Reporting Standards, in the manner as required by the Companies Act of Namibia and the Listing Requirements of the Namibian Stock Exchange. The condensed consolidated financial statements should be read in conjunction with the consolidated annual financial statements for the year ended 30 June 2023, which have been prepared in accordance with IFRS.

The condensed consolidated annual financial statements are presented in thousands of Namibia Dollars (N\$' 000) on the historical cost basis, except for financial instruments that are measured at fair value and land and buildings held for administrative purposes and investment property which are measured at revalued amounts.

The Group's functional and presentation currency is the Namibia Dollar. The Company's primary listing is on the Namibian Stock Exchange (NSX).

2. RECONCILIATION BETWEEN EARNINGS AND HEADLINE EARNINGS

Figures in N\$' 000	Audited 30 June 2023	Audited 30 June 2022
Weighted average number of shares in issue for basic, diluted and headline earnings per share ('000)	53 444	52 461
Profit for the year, net of taxation	41 227	42 834
Loss on disposal of plant and equipment	100	52
Revaluation and impairment of assets, net of taxation	-	9 979
Insurance proceeds, net of taxation	-	(9 852)
Headline earnings	41 327	43 013
Headline and diluted headline earnings per share (cents)	77,33	81,99
Headline and diluted headline earnings per share before treasury share adjustment (cents)	77,33	80,48

3. CONDENSED CONSOLIDATED SEGMENTAL ANALYSIS

The basis of segmentation and measurement is consistent with the prior year.

Figures in N\$' 000	Audited 12 months ended 30 June 2023	Audited 15 months ended 30 June 2022
Segment revenue		
Retail	877 931	822 615
Properties	26 745	28 275
Insurance and finance	179 563	133 869
Head office	58 828	56 639
Sub-total	1 143 067	1 041 398
Eliminations	(136 727)	(120 533)
Total revenue for the year	1 006 340	920 865
Analysis of revenue by product / service		
Revenue from contracts with customers		
Sale of goods and rendering of services	853 946	809 102
Insurance premium income	65 013	38 004
Rental income	5 808	2 776
Interest received	78 599	58 133
Revenue other than from contracts with customers		
Reinsurance income	2 974	12 850
Total revenue	1 006 340	920 865

Net profit / (loss) after taxation		
Retail	13 295	14 227
Properties	798	(9 095)
Insurance and finance	34 866	34 098
Head office	16 317	143
Sub-total	65 276	39 373
Eliminations	(24 049)	3 461
Total profit for the year	41 227	42 834
Segment assets		
Retail	476 024	327 206
Properties	398 345	380 017
Insurance and finance	2 380 336	1 886 636
Head office	312 837	265 550
Sub-total	3 567 542	2 859 409
Eliminations	(944 717)	(762 161)
Total as per statement of financial position	2 622 825	2 097 248
Segment liabilities		
Retail	349 987	220 133
Properties	304 603	286 895
Insurance and finance	2 317 443	1 823 719
Head office	196 298	151 778
Sub-total	3 168 331	2 482 525
Eliminations	(773 666)	(585 940)
Total as per statement of financial position	2 394 665	1 896 585

4. DIRECTORS' RESPONSIBILITY

The directors take full responsibility for the preparation of the summarised annual financial statements, and that the financial information has been correctly extracted from the underlying audited annual financial statements for the year ended 30 June 2023.

5. FAIR VALUE HIERARCHY

For financial instruments recognised at fair value, disclosure is required of a fair value hierarchy which reflects the significance of the inputs used to make the measurements.

Level 1 represents those assets that are measured using unadjusted quoted prices for identical assets.

Level 2 applies inputs other than quoted prices that are observable for the assets either directly (as prices) or indirectly (derived from prices).

Level 3 applies inputs that are not based on observable market data.

	Audited 30 June 2023	Audited 30 June 2022
Figures in N\$' 000		
Level 1		
Listed equity investments	2 617	12 434
Debt investments	72 297	63 421
	74 914	75 855

Level 2		
Land	88 891	85 629
Buildings	231 470	223 963
Investment property	43 482	43 482
Loans and receivables	866 961	691 004
Reinsurance asset	249 261	202 885
	1 480 065	1 246 963

Financial assets by category
Figures in N\$' 000 (Audited)

	Amortised cost	Fair value through profit or loss	Total
30 June 2023			
Investments	72 297	2 617	74 914
Cash and cash equivalents	402 541	-	402 541
Loans and receivables	866 961	-	866 961
Trade and other receivables	366 867	-	366 867
Finance lease receivables	11 372	-	11 372
Reinsurance asset	-	249 261	249 261
	1 720 038	251 878	1 971 916

30 June 2022

Investments	63 421	12 434	75 855
Cash and cash equivalents	295 221	-	295 221
Loans and receivables	691 004	-	691 004
Trade and other receivables	275 062	-	275 062
Reinsurance asset	-	202 885	202 885
	1 324 708	215 319	1 540 027

Financial liabilities by category
Figures in N\$' 000 (Audited)

	Amortised cost	Total
30 June 2023		
Trade and other payables	174 813	174 813
Borrowings	80 188	80 188
Lease liabilities	4 627	4 627
Insurance contract liability	2 076 360	2 076 360
	2 335 988	2 335 988

30 June 2022

Trade and other payables	105 736	105 736
Borrowings	48 197	48 197
Lease liabilities	5 437	5 437
Insurance contract liability	1 684 952	1 684 952
	1 844 322	1 844 322

6. DIRECTORS' COMMENTARY

The Group remains well-positioned and extremely privileged to have such a strong capital base for the years ahead. We are thankful that the Board prioritises sustainability, equal opportunity, wealth creation, and wealth protection for shareholders, and we are fortunate to conduct business in a sound and stable Namibia.

The retail sector showed above-average growth over the past 12 months, and market share among subsidiaries increased. We are grateful to our customers for their continued loyalty and support, which also enables the Group to promote innovation, availability, cost-effectiveness, and value-for-money products.

The insurance and finance segments showed substantial growth in insurance premiums received and a significant gain in market share. It is satisfying to see how policyholders learn, understand, and effectively apply alternative risk management principles in their businesses, gaining independence in managing their risks in certain and uncertain environments. We are proud to partner with our policyholders on this exciting journey.

The N\$1 billion turnover was a long-standing goal for the Group and was last achieved in our 2014 financial year. Despite the recession that ensued, compounded by the Covid-19 pandemic, we are grateful to have reached this target once again. Most segments performed comparably to the 15-month period of the 2022 financial year, with a few even surpassing the previous results. Additionally, we came within 96% of the profit achieved in the 2022 financial year – a humbling achievement for which we are grateful.

7. EVENTS AFTER THE REPORTING PERIOD

The directors are not aware of any material events which occurred after the reporting date and up to the date of this report.

8. DIVIDENDS

The final dividend of 26 cents per share (N\$ 13,9 million) was approved by the Board on 12 September 2023 in respect of the year ended 30 June 2023. The dividend will be declared out of retained earnings. The dividend has not been provided for, and there are no accounting implications for the current financial year.

Last date to trade ordinary shares "cum" dividend	20 October 2023
Ordinary shares trade "ex" dividend	23 October 2023
Record date	27 October 2023
Payment/ issue date	30 October 2023

The non-residents' shareholders tax varies according to applicable legislation.

REGISTERED OFFICE

1st Floor, Nictus Buildings
140 Mandume Ndemufayo Avenue, Windhoek
P.O. Box 755, Windhoek, Namibia

TRANSFER AND COMPANY SECRETARY

Veritas Eksekuteurskamer (Proprietary) Limited
1st Floor, Nictus Building
140 Mandume Ndemufayo Avenue, Windhoek
P.O. Box 755, Windhoek, Namibia

DIRECTORS

GR de V Tromp (Non-Executive Chairman), TB Horn (Independent Non-Executive Lead Director), SW Walters (Independent Non-Executive Director), PJ de W Tromp (Group Managing Director) and WO Fourie (Group Financial Director)

On behalf of the Board:

PJ de W Tromp
TB Horn
Windhoek, 28 September 2023

SPONSOR

Simonis Storm Securities (Pty) Ltd

Member of the Namibian Stock Exchange
4 Koch Street, Klein Windhoek
PO Box 3970, Windhoek

