

NEW VISION PRINTING AND PUBLISHING COMPANY LIMITED

INDEPENDENT AUDITOR'S REPORT ON THE SUMMARY FINANCIAL STATEMENTS

To the Shareholders of New Vision Printing and Publishing Company Limited

Opinion

The accompanying summary financial statements, which comprise the statement of financial position as at 30 June 2024, the statement of profit or loss and other comprehensive income, summary statement of changes in equity and summary statement of cash flows for the year then ended and related notes, are derived from the audited financial statements of New Vision Printing and Publishing Company Limited for the year ended 30 June 2024.

The financial statements for the year ended 30 June 2024 were audited by the Auditor General and he issued an unmodified audit opinion.

ANNOUNCEMENT

The Annual General Meeting (AGM) will be hybrid held on **19 December 2024** at **2:00pm**. NOTICE of the AGM will be published in the New Vision newspaper on **26 November 2024** and uploaded onto the company website: <https://www.visiongroup.co.ug/financial-information/>. The Annual Report will be uploaded on the Company's website by **26 November 2024**.

BY ORDER OF THE BOARD



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Gervase Ndyababo
COMPANY SECRETARY
18 November 2024

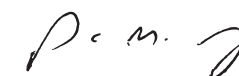
STATEMENT OF PROFIT AND LOSS AND OTHER COMPREHENSIVE INCOME FOR THE YEAR ENDED 30 JUNE 2024

	2024 Ushs' 000	2023 Ushs' 000
Revenue from contracts with customers	80,316,126	87,626,047
Cost of sales	(72,627,750)	(70,672,863)
Gross profit	7,688,376	16,953,184
Other operating income	3,273,626	2,546,671
Impairment losses on noncurrent assets	(1,006,052)	(1,707,325)
Expected credit losses on financial assets	(1,619,029)	(1,762,974)
Distribution costs	(1,721,387)	(2,449,325)
Administrative expenses	(16,706,556)	(17,407,311)
Other operating expenses	(2,312,104)	(1,863,515)
Operating (loss)	(12,403,126)	(5,690,595)
Finance costs	(2,010,121)	(1,083,569)
(Loss)before taxation	(14,413,247)	(6,774,164)
Tax credit	3,217,003	1,313,964
(Loss)for the year	(11,196,244)	(5,460,200)
Other comprehensive income		
Items that will not be reclassified subsequently to profit or loss:		
Gain on revaluation of freehold land	-	-
Loss on revaluation of property, plant and equipment	-	-
Deferred tax relating to items that will not be subsequently reclassified	-	-
	=	=
Total comprehensive (loss) for the year attributable to owners of the Company, net of tax	(11,196,244)	(5,460,200)
(Loss) per share		
Basic and diluted (loss)(Ushs per share)	(146.4)	(71.4)
Dividends		
Proposed dividends (Ushs per share)	=	=

STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2024

	2024 Shs'000	2023 Shs'000
CAPITAL EMPLOYED		
Share capital	1,503,990	1,503,990
Share premium	27,158,864	27,158,864
Revaluation reserves	2,606,903	2,836,392
Retained earnings	17,389,767	28,258,169
Equity attributable to shareholders	48,659,524	59,757,415
Non-current liabilities		
Deferred tax	-	3,073,732
Lease liability	677,761	-
	677,761	3,073,732
	49,337,285	62,831,147
REPRESENTED BY		
Non-current assets		
Property, plant and equipment	42,222,057	44,392,300
Right of use assets	3,638,399	2,840,576
Intangible assets	8,338,153	10,582,184
Other financial assets	-	4,722,492
Deferred tax	335,913	-
	54,534,522	62,537,552
Current assets		
Inventories	19,054,593	21,438,965
Trade and other receivables	25,925,105	26,928,440
Cash and cash equivalents	2,611,384	2,217,691
Right of return asset	75,669	2,398
Deposits with commercial banks	45,665	192,424
Tax recoverable	2,577,469	2,534,651
	50,289,885	53,314,569
Current liabilities		
Lease liability	197,187	81,957
Provision for litigations	2,671,707	2,557,865
Trade and other payables	37,611,896	38,245,041
Refund liability	88,011	3,086
Pension Obligation	895,946	436,471
Contract liabilities	2,126,873	1,865,456
Dividends payable	4,060,838	4,063,219
Borrowings	7,834,664	5,767,879
	55,487,122	53,020,974
Net current (liabilities)/assets	(5,197,237)	293,595
	49,337,285	62,831,147

The financial statements which appear on pages 12 to 61 were approved and authorised for issue by the Board of Directors on **18 November 2024** and were signed on its behalf by:



DIRECTOR



COMPANY SECRETARY

NEW VISION PRINTING AND PUBLISHING COMPANY LIMITED

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 30 JUNE 2024

	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 30 June 2024						
At start of year	1,503,990	27,158,864	-	2,836,392	28,258,169	59,757,415
Loss for the year	-	-	-	-	(11,196,244)	(11,196,244)
Transfer of excess depreciation to retained earnings	-	-	-	(327,842)	327,842	-
Deferred tax effect on excess depreciation	-	-	-	98,353	-	98,353
At end of year	1,503,990	27,158,864	-	2,606,903	17,389,767	48,659,524
	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 30 June 2023						
At start of year	1,503,990	27,158,864	494,190	2,926,853	33,589,140	65,673,037
Loss for the year	-	-	-	-	(5,460,200)	(5,460,200)
Transfer of excess depreciation to retained earnings	-	-	-	(129,229)	129,229	-
Deferred tax on excess depreciation	-	-	-	38,769	-	38,769
Transactions with owners						
Final dividend for 2022	-	-	(494,190)	-	-	(494,190)
At end of year	1,503,990	27,158,864	-	2,836,392	28,258,169	59,757,415

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30 JUNE 2024

	2024 Ushs'000	2023 Ushs'000
Operating activities		
Cash generated by operations	(2,043,690)	20,689,265
Interest on lease liabilities	(91,117)	(45,729)
Interest paid on borrowed funds	(1,589,049)	(1,037,840)
Tax paid	(137,104)	(348,706)
Net cash (used in)/ generated from operating activities	(3,860,960)	19,256,990
Cash flows used in investing activities		
Cash paid for purchase of property , plant and equipment	(2,254,606)	(12,423,173)
Cash paid for purchase of intangible assets	(83,666)	(3,008,551)
Placements of deposits with commercial banks	(1,090,012)	(1,426,724)
Maturities of deposits with commercial banks	1,236,771	2,748,506
Proceeds from disposal of property, plant and equipment	140	61,194
Interest received	361,209	723,174
Proceeds from sale of treasury bond	4,574,967	-
Net cash generated from/ (used in) investing activities	2,744,802	(13,325,574)
Cash flows from financing activities		
Repayment of principal portion of lease liabilities	(368,746)	(288,318)
Dividends paid to ordinary shareholders	(2,381)	(226,771)
Proceeds from borrowings	16,304,503	9,260,580
Repayment of borrowings	(14,237,718)	(15,489,796)
Net cash generated from/(used in) financing activities	1,695,658	(6,744,305)
Increase/(Decrease) in cash and cash equivalents	579,500	(812,889)
Movement in cash and cash equivalents		
At start of year	2,217,691	2,532,816
Increase/(decrease)	579,500	(812,889)
Effect of exchange rate changes	(185,808)	497,764
Cash and cash equivalents at end of year	2,611,384	2,217,691

SEGMENT INFORMATION

	Print media Shs'000	Electronic media Shs'000	Commercial printing Shs'000	Publishing Shs'000	Outdoor Shs'000	Others Shs'000	Total segments Shs'000
Year ended 30 June 2024							
External customers	31,657,232	24,211,218	19,792,123	1,589,987	811,144	2,254,420	80,316,123
Other operating income	-	-	-	-	-	3,273,626	3,273,626
Total revenue	31,657,232	24,211,218	19,792,123	1,589,987	811,144	5,528,047	83,589,749
Cost of sales	(28,206,398)	(20,412,057)	(15,394,184)	(7,676,668)	(258,462)	(2,331,473)	(74,279,243)
Administrative expenses	(11,938,790)	(9,199,648)	(752,050)	-	-	(856,622)	(22,747,110)
Other operating expenses	(23,228)	(845,577)	(16,019)	(89,720)	(2,100)	-	(976,643)
Income tax credit	1,218,349	931,784	761,712	61,192	31,217	212,749	3,217,003
(Loss) after taxation	(7,292,835)	(5,314,280)	4,391,582	(6,115,209)	581,799	2,552,700	(11,196,244)
Other information							
Segment assets	38,723,110	29,615,149	24,209,714	1,944,871	992,190	6,761,904	102,246,940
Segment liabilities	21,014,164	16,071,478	13,138,069	1,055,438	538,439	3,669,534	55,487,122
Capital expenditure	188,195	370,375	1,574,868	-	3,397,178	1,696,036	7,226,652

NEW VISION PRINTING AND PUBLISHING COMPANY LIMITED

	Print media Shs'000	Electronic media Shs'000	Commercial printing Shs'000	Publishing Shs'000	Outdoor Shs'000	Others Shs'000	Total segments Shs'000
Depreciation & amortisation expense	1,065,320	1,054,029	721,739	1,086,245	56,620	2,126,457	6,110,410
	Print media Shs'000	Electronic media Shs'000	Commercial printing Shs'000	Publishing Shs'000	Others Shs'000	Total segments Shs'000	
Year ended 30 June 2023							
External customers	34,599,241	26,849,955	16,230,453	7,367,937	2,578,461	87,626,049	
Other operating income	-	-	-	-	2,546,671	2,546,671	
Total revenue	34,599,241	26,849,955	16,230,453	7,367,937	5,125,132	90,172,720	
Cost of sales	(28,688,819)	(21,511,285)	(12,921,468)	(6,266,820)	(2,473,961)	(71,862,353)	
Administrative expenses	(11,585,953)	(8,583,917)	(519,118)	(1,707,325)	(824,700)	(23,221,013)	
Other operating expenses	(68,489)	(754,975)	(19,420)	(1,020,634)	-	(1,863,518)	
Income tax credit	504,169	391,248	236,504	107,363	74,681	1,313,965	
Loss after taxation	(5,239,851)	(3,608,974)	3,006,952	(1,519,479)	1,901,152	(5,460,200)	
Other information							
Segment assets	44,186,954	34,290,281	20,728,035	9,409,649	6,545,345	115,160,263	
Segment liabilities	20,396,109	15,827,936	9,567,785	4,343,368	3,021,244	53,156,442	
Capital expenditure	204,685	2,273,534	43,604	2,800,165	978,434	6,300,421	
Depreciation & amortisation expense	329,242	775,548	161,016	723,911	1,729,208	3,718,926	

OVERVIEW

The Company registered a turnover of Shs 80.3 billion in 2024 compared to Shs 87.6 billion in 2023. Total revenue declined by 8.3%.

Cost of sales increased by 2.8% resulting from an increase in cost of raw material inputs especially newsprint and commercial paper.

The Company recorded a gross profit of Shs 7.7 billion in 2024 compared to Shs 17.0 billion in 2023 with a loss after tax of Shs 11.2 billion compared to a loss after tax of Shs 5.5 billion in 2023.

Administrative and other operating expenses decreased by 1.6% from Shs 19.3 billion in 2023 to Shs 19.0 billion in 2024.

DIVIDENDS

The Directors have not proposed a dividend due to the loss position and the dividend policy of the company. No dividend was declared for the year ended 30 June 2023.

FUTURE OUTLOOK

The company performance has improved with the new investments in outdoor advertising and commodities trading. The Board and management have undertaken a number of cost optimization measures that have increased efficiency and turned around the business performance.

NOTE: A copy of the detailed audited financial statements can be obtained at the following address: Office of the Company Secretary, Plot 19/21, First street, Industrial Area, Kampala or at the Company's website: <https://www.visiongroup.co.ug/financial-information/>

NOTES TO THE SUMMARY FINANCIAL STATEMENTS

1. Basis of Preparation

The summary financial statements are prepared in accordance with criteria developed by management. Under management's established criteria, management discloses the statement of financial position, statement of profit or loss and other comprehensive income, summary statement of changes in equity and summary statement of cash flows. These summary financial statements are derived from the audited financial statements of New Vision Printing and Publishing Company Limited for the year ended 30 June 2024, which are prepared in accordance with International Financial Reporting Standards and the requirements of the Companies Act Cap 106.

2. Accounting Policies

Accounting policies used in the preparation of these summary financial statements are consistent with those set out in Note 2 of the 30 June 2024 Audited Financial Statements consistently applied from period to period. The same accounting policies and methods are followed as compared with the most recent annual financial statements. The Company has adopted all the new and revised accounting standards and interpretations that are mandatory for annual accounting periods beginning on or after 1 July 2023 and which are relevant to the Company's operations.

3. Earnings (loss) Per Share

Earnings (loss) per share (EPS) is calculated by dividing profit/(loss) attributable to shareholders by the weighted average number of ordinary shares outstanding during the period.

4. Segment Information

The Company derived 39% (2023 - 39%) of its revenue from print media, 30% (2023 - 31%) of its revenue from electronic media, 25% (2023 - 19%) of its revenue from commercial printing, 2% (2023 - 8%) of its revenue from Publishing, 1%(2023 Nil) from outdoor advertising and 3% (2023 - 3%) from the others. The Company's revenue strategy is associated with these product lines, accordingly, the segment information is so presented.

ANNUAL CERTIFICATE OF RESPONSIBILITY FOR THE FINANCIAL YEAR 2023/2024

We the undersigned of New Vision Printing and Publishing Company Limited acknowledge the responsibility for the proper safe guarding of assets of the Company and hereby confirm that we have complied with all the requirements of the law.

We further affirm that any act or omission resulting out of this acknowledgment is our responsibility. A list of the Company's assets is available for viewing at the Company's Head Office, located at Plot 19/21, First Street, Industrial Area, Kampala.

Dated this **18 November 2024**

Patrick Ayota
Board Chairman

Don Wanyama
Managing Director/CEO

Augustine Tamale
Chief Finance Officer