



COMMENTARY

TRADING ENVIRONMENT

The overall demand for packaging improved during the year, compared to the previous year. The Company benefitted from the volume growth experienced by our customers on the back of increased disposable income of consumers. In the year under review, management continued with its focus on cost containment and operational efficiencies, whilst looking for new opportunities to improve both product offerings and quality. We continue to invest in the business where we see opportunity.

OPERATING PERFORMANCE

The Group achieved sales for the year in inflation adjusted terms of ZW\$ 573,78 billion (2022: ZW\$ 394,15 billion) and a hyperinflated trading income of ZW\$ 114,56 billion (2022: ZW\$ 83,47 billion). A profit before tax of ZW\$ 118,32 billion was achieved (2022: ZW\$ 59,37 billion).

The profit before tax takes into account other material income of ZW\$ 71,19 billion and a net monetary loss on hyperinflation of ZW\$ 67,31 billion. Other income, in the main, comprises of exchange gains on foreign denominated debtors and cash balances.

The Comprehensive Profit Attributable to Shareholders amounted to ZW\$ 51,55 billion (2022: ZW\$ 21,3 billion). Earnings per share at ZW\$ 6 822,52 cents (2022: ZW\$ 2 818,21 cents) improved on prior year.

INDUSTRIAL RELATIONS

At the close of the financial year, Nampak employed 449 permanent employees compared with 467 in the previous year. Overall, industrial relations have remained cordial. At NEC level the wage increases during the year were more frequent, and there continues to be pressure from employees to cushion them against the current hostile economy. We are continuously reviewing our manpower structures to ensure they are in line with business requirements. The Group continues with its training programmes aimed at developing and retaining skills across the board.

CAPITAL EXPENDITURE

Capital expenditure in hyperinflation terms amounted to ZW\$ 13,14 billion (2022: ZW\$ 12,44 billion) and focused mainly on projects to increase capacity and improve plant services. There are some significant capital projects currently being reviewed by management and should funds become available, it is our intention to implement them.

ENTITY REVIEWS

PRINTING AND CONVERTING SEGMENT

Hunyani Paper and Packaging

The sales volumes for the full year improved by 13,4% compared to prior year. The improvement was due to firm demand for tobacco cartons throughout the year, on the back of a record tobacco crop and improved regional demand. Demand at Cartons and Labels Division was 1,4% ahead of prior year, somewhat curtailed by raw material constraints.

PLASTICS AND METALS SEGMENT

Mega Pak

The full year sales volumes decreased by 2,5% versus prior year mainly due to severe power outages throughout the year in Ruwa, which hampered our ability to produce at full potential. Demand was strong across all product categories.

CarnaudMetalBox

The sales volumes for the full year grew by 4,7% compared to the prior year. The improvement was driven by strong growth in the closures and HDPE categories. Metals volumes were down on prior year.

DIVIDEND

Two Interim Dividends were declared during the year. The first was of ZWL 100,43 cents per ordinary share to shareholders registered in the books of the Company on 3 March 2023, and the second was of ZWL 160,00 cents per ordinary share to shareholders registered on 12 July 2023.

DIRECTORATE

The board wishes to record its appreciation to Mr Kumbirayi Katsande who resigned from the Board at the Annual General Meeting on 8 March 2023 after many years' service as the Chairman of the board. Furthermore, the board wishes to extend its thanks to Mrs Hanneri Nesor who resigned on 31 August 2023 from the board and audit committee for her contributions to both bodies during her period in office.

OUTLOOK

The 2023 trading year saw a lot of complexities in the operating environment particularly around currency, inflation and power shortages. We however noted some volume growth, and improved demand despite these challenges. The economy will be affected by the anticipated effects of El Nino which could impact the agricultural season ahead. The group will continue to focus on cost control and margin preservation in order to meet these challenges.

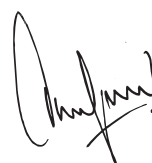
APPRECIATION

I wish to recognise the commitment and dedication of the management teams and staff at all three operating companies. I would like to take this opportunity to thank all of them for all their efforts this year and for embracing the challenges they faced.

Our customers and suppliers have continued to support us and I would like to express my gratitude to them. I would also like to thank Nampak Limited for their continued technical support, without which these results would not have been achieved.

I would like to express my thanks to the Chairman and the Board of Directors for their support and encouragement during the past year.

By order of the Board



J. P. Van Gend
Group Managing Director

12 December 2023

Directors: A. H. Howie (Chairman), J. P. Van Gend* (Group Managing Director), M. Matafeni* (Group Finance Director), A. Aldridge, S. H. Murray, Q. Swart, M. Valela (A. Makamure, Alt) * Executive Directors

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INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF NAMPAK ZIMBABWE LIMITED

REPORT ON THE AUDIT OF THE CONDENSED CONSOLIDATED INFLATION ADJUSTED FINANCIAL STATEMENTS

Opinion

The condensed consolidated inflation adjusted financial statements of Nampak Zimbabwe Limited and its subsidiaries ("the Group"), set out on pages 1 to 2 which comprises the condensed consolidated inflation adjusted statement of financial position as at 30 September 2023, the condensed consolidated inflation adjusted statement of profit or loss and other comprehensive income, the condensed consolidated inflation adjusted statement of changes in equity, the condensed consolidated inflation adjusted statement of cash flows for the year then ended, and the notes to the condensed consolidated inflation adjusted financial statements, are derived from the audited financial statements of the Group for the year ended 30 September 2023. We expressed an unmodified audit opinion on those financial statements dated 27 December 2023.

In our opinion, the condensed consolidated inflation adjusted financial statements are consistent, in all material respects, with the audited inflation adjusted financial statements of the Group, in accordance with International Financial Reporting Standards (IFRSs) as disclosed in the basis of preparation and the requirements of the Companies and Other Business Entities Act (Chapter 24:31) and the relevant statutory instruments (SI33/99 and SI62/96) as applicable to condensed consolidated inflation adjusted financial statements.

Condensed Consolidated Inflation Adjusted Financial Statements

The condensed consolidated inflation adjusted financial statements do not contain all the disclosures required by the International Financial Reporting Standards and the requirements of Companies and Other Business Entities Act (Chapter 24:31) and the relevant statutory instruments (SI33/99 and SI62/96) as applicable to financial statements. Reading the summary inflation adjusted financial statements and the auditor's report thereon, therefore, is not a substitute for reading the audited inflation adjusted financial statements and the auditor's report thereon.

The Audited Inflation Adjusted Financial Statements and our Report Thereon

We expressed an unmodified audit opinion on the audited inflation adjusted financial statements in our report.



A full list of partners and directors is available on request

Associate of Deloitte Africa, a Member of Deloitte Touche Tohmatsu Limited

**INDEPENDENT AUDITOR'S REPORT
TO THE SHAREHOLDERS OF NAMPAK ZIMBABWE LIMITED**

REPORT ON AUDIT OF THE CONDENSED CONSOLIDATED INFLATION ADJUSTED FINANCIAL STATEMENTS

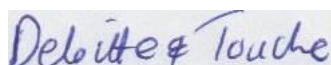
Directors' Responsibility for the Condensed Consolidated Inflation Adjusted Financial Statements

The directors are responsible for the preparation of the condensed consolidated inflation adjusted financial statements in accordance with International Financial Reporting Standards (IFRSs), the Companies and Other Business Entities Act (Chapter 24:31) ("the Act"), the relevant statutory instruments (SI 33/99 and SI 62/96 and for such internal control as the directors determine is necessary to enable the preparation of the condensed consolidated inflation adjusted financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on whether the condensed consolidated inflation adjusted financial statements are consistent, in all material respects, with the audited inflation adjusted financial statements based on our procedures, which were conducted in accordance with International Standard on Auditing 810 (Revised), Engagements to Report on Condensed Consolidated Financial Statements.

The engagement partner on the audit resulting in this independent auditor's report is Tapiwa Chizana.



Deloitte & Touche
Per: Tapiwa Chizana
Partner
Registered Auditor
PAAB Practice Certificate Number: 0444

27 December 2023