

NAMPAK ZIMBABWE
LIMITED



UNREVIEWED ABRIDGED CONSOLIDATED RESULTS
FOR THE SIX MONTHS ENDED 31 MARCH 2025

UNREVIEWED ABRIDGED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE SIX MONTHS ENDED 31 MARCH 2025

	6 Months 31 March 2025 US\$ Unreviewed	6 Months 31 March 2024 US\$ Unreviewed
Revenue	38 007 735	45 782 998
Raw materials and consumables used	(20 244 798)	(25 881 348)
Selling and distribution expenses	(160 711)	(155 065)
Depreciation and amortisation expenses	(971 602)	(563 205)
Employee expenses	(5 881 163)	(7 037 762)
Other operating expenses	(7 344 733)	(7 113 327)
Other operating income	374 638	251 539
Trading income	3 779 366	5 283 830
Other income	668 341	12 380 634
Net monetary loss on hyperinflation	-	(7 184 641)
Operating profit	4 447 707	10 479 823
Finance income	21 664	1 348
Finance costs	(24 919)	(6 920)
Profit before tax	4 444 452	10 474 251
Income tax expense	(1 567 026)	(7 357 614)
Profit for the period	2 877 426	3 116 637
Earnings per ordinary share (cents)	0.38	0.41
Ordinary shares in issue at reporting date	755 648 101	755 648 101

UNREVIEWED ABRIDGED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2025

	As at 31 March 2025 US\$ Unreviewed	As at 30 September 2024 US\$ Audited
ASSETS		
Non-current assets	11 815 797	10 409 116
Property, plant and equipment	10 297 708	9 467 781
Right of use assets	610 104	60 135
Intangible assets	63 394	73 296
Biological assets	388 968	388 968
Investments	286 423	314 021
Deferred tax asset	169 200	104 915
Current assets	32 941 918	34 149 458
Inventories	16 077 457	12 231 754
Trade and other receivables	15 554 025	20 054 596
Tax asset	33 707	-
Cash and cash equivalents	1 276 729	1 863 108
Total assets	44 757 715	44 558 574
EQUITY AND LIABILITIES		
Capital and reserves	30 831 206	27 953 780
Share capital and share premium	1 163	1 163
Non distributable reserves	34 157	34 157
Retained earnings	30 795 886	27 918 460
Non-current liabilities	1 833 042	1 199 042
Non current lease liability	291 074	25 152
Deferred tax liabilities	1 541 968	1 173 890
Current liabilities	12 093 467	15 405 752
Trade and other payables	10 716 631	11 555 249
Provisions	1 065 965	1 388 756
Current lease payable	295 034	-
Shareholders for Dividends	15 837	15 837
Current tax payable	-	2 445 910
Total equity and liabilities	44 757 715	44 558 574

UNREVIEWED ABRIDGED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE SIX MONTHS ENDED 31 MARCH 2025

	Share Capital and Premium US\$	Non Distributable Reserve US\$	Retained earnings US\$	Total US\$
Balance as at 30 September 2023 - Audited	4 723	143 231	27 594 036	27 741 990
Profit for the period	-	-	3 116 637	3 116 637
Dividend declared and paid	-	-	(1 527 980)	(1 527 980)
Balance as at 31 March 2024	4 723	143 231	29 182 693	29 330 647
Profit for the period	-	-	1 851 517	1 851 517
Other Comprehensive income	(3 560)	(109 074)	(3 115 750)	(3 228 384)
Balance as at 30 September 2024 - Audited	1 163	34 157	27 918 460	27 953 780
Profit for the period	-	-	2 877 426	2 877 426
Balance as at 31 March 2025	1 163	34 157	30 795 886	30 831 206

UNREVIEWED ABRIDGED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE SIX MONTHS ENDED 31 MARCH 2025

	6 Months 31 March 2025 US\$ Unreviewed	6 Months 31 March 2024 US\$ Unreviewed
Cash generated from operating activities	5 885 845	10 179 887
	(4 134 303)	(8 021 800)
Working capital changes	(506 545)	(1 803 283)
Finance Income	21 664	1 348
Finance costs on lease liabilities	(24 919)	(6 920)
Tax paid	(3 624 503)	(6 212 945)
Net cash generated from operating activities	1 751 542	2 158 087
Investing activities	(2 192 220)	(2 486 038)
Purchase of plant and equipment and intangible assets	(2 310 022)	(2 529 206)
Proceeds on disposal of property, plant and equipment	117 802	43 168
Net cash utilised before financing activities	(440 678)	(327 951)
Financing activities	(83 530)	(1 007 317)
Lease liability payment	(83 530)	(105 578)
Dividend declared and paid	-	(901 739)
Net cash utilised after financing activities	(524 208)	(1 335 268)
Effects of exchange rate on cash and cash equivalents	(62 171)	830 062
Net decrease in cash and cash equivalents	(586 379)	(505 206)
Cash and cash equivalents at the beginning of the period	1 863 108	2 117 509
Cash and cash equivalents at the end of the period	1 276 729	1 612 303
REPRESENTED BY:		
Bank balances, cash and short term deposits	1 276 729	1 612 303

NOTES TO THE UNREVIEWED ABRIDGED CONSOLIDATED FINANCIAL STATEMENTS FOR THE SIX MONTHS ENDED 31 MARCH 2025

1. CORPORATE INFORMATION

Nampak Zimbabwe Limited (the Group), is a public limited Company incorporated and domiciled in Zimbabwe. The main activities of the Group are manufacturing of paper, plastic and metal packaging products and leasing of biological assets and property. The abridged consolidated financial statements for Nampak Zimbabwe Limited and its subsidiaries for the six months ended 31 March 2025 were authorised for issue in accordance with a resolution of the directors on the 28th of May 2025.

2. BASIS OF PREPARATION

These abridged consolidated financial statements have been prepared in accordance with the IFRS Accounting Standards as issued by the International Accounting Standards Board (IFRS Accounting Standards) which includes standards and interpretations approved by the IASB and the International Financial Reporting Interpretations Committee (IFRIC) and interpretations issued under previous constitutions. The financial statements have also been prepared in compliance with the Zimbabwe Companies and Other Business Entities Act (Chapter 24:31) and the Zimbabwe Stock Exchange regulations.

The interim financial report complies with IAS 34 "Interim Financial Reporting".

The consolidated financial statements of the Group have been prepared based on historical cost basis, in United States dollars (US\$), which is the Group's functional currency.

3. CAUTIONARY NOTE ON THE USE OF FINANCIAL INFORMATION

Users are advised to exercise caution when comparing the financial results against prior year due to variances resulting from fluctuations in exchange rates and hyperinflation which impacted the prior year consolidated statement of comprehensive income and related equity balances. These disparities have an impact on the financial information as the comparative consolidated statements of comprehensive income and related equity balances comprises a mix of inflation adjusted data and US Dollar translations, while the current years financial performance uses the US Dollar as the functional currency for reporting purposes.

4. CURRENCY OF REPORTING

The Group's abridged financial statements are presented in United States dollars (US\$). All values are rounded to the nearest dollar except where otherwise stated.

5. STATEMENT OF ACCOUNTING POLICY

The principal accounting policies applied in the preparation of these financial statements are consistent with those used in the prior year.

6. DIRECTORS' RESPONSIBILITY

The Company's Directors, under the Companies and Other Business Entities Act (Chapter 24:31), are responsible for the preparation and fair presentation of the Group's consolidated financial statements and related information.

7. EARNINGS PER SHARE

Basic earnings per share amounts are calculated by dividing net profit or loss for the period attributable to ordinary equity holders by the number of ordinary shares in issue.

Headline earnings is based on net profit for the period attributable to members after adjusting for other income net of tax.

Basic and headline earnings per share are based on 755 648 101 (2024 : 755 648 101) ordinary shares in issue during the period.

	6 Months 31 March 2025 US\$ Unreviewed	6 Months 31 March 2024 US\$ Unreviewed
Basic earnings per share		
Earnings attributable to ordinary members	2 877 426	3 116 637
Ordinary shares in issue at period end	755 648 101	755 648 101
Basic earnings per ordinary share (cents)	0.38	0.41
Determination of headline earnings or loss		
Profit for the period	2 877 426	3 116 637
Adjust for (net of tax):		
Gain on disposal of property, plant and equipment	(88 028)	-
Other material income	(496 244)	(9 198 253)
Retrenchment, termination and restructuring costs	-	5 633
Headline earnings / (loss)	2 293 154	(6 075 983)
Headline earnings / (loss) per share		
Headline earnings / (loss) attributable to ordinary members	2 293 154	(6 075 983)
Ordinary shares in issue at period end	755 648 101	755 648 101
Headline earnings / (loss) per ordinary share (cents)	0.30	(0.80)

UNREVIEWED ABRIDGED CONSOLIDATED RESULTS
FOR THE SIX MONTHS ENDED 31 MARCH 2025

8. GROUP OPERATING SEGMENT REPORT

The basis of segmentation and basis of measurement of segment profit or loss for the current reporting period is consistent with the last reported annual financial statements.

8.1 Segment reporting for the six months ended 31 March 2025

	Printing & Converting US\$	Plastics & Metals US\$	Services & Eliminations US\$	Total US\$
Sales to local customers	11 931 800	23 127 237	-	35 059 037
Sales to export customers	2 840 699	107 999	-	2 948 698
Intersegmental sales	325 349	100 980	(426 329)	-
Total Sales	15 097 848	23 336 216	(426 329)	38 007 735
Results from operations				
Trading income	1 119 685	2 615 621	44 060	3 779 366
Operating profit	1 503 573	2 900 048	44 086	4 447 707
Net finance income / (costs)	8 712	1 819	(13 786)	(3 255)
Taxation charge	(527 006)	(1 019 439)	(20 581)	(1 567 026)
Profit for the period	985 279	1 882 428	9 719	2 877 426
Other information				
Segment assets	18 892 901	25 782 590	82 224	44 757 715
Segment liabilities	5 984 564	8 548 671	(606 726)	13 926 509
Capital expenditure	934 811	1 375 211	-	2 310 022
Depreciation and amortisation	(284 352)	(658 089)	(29 161)	(971 602)
Other income	383 887	284 426	28	668 341

8.2 Segment reporting for the six months ended 31 March 2024

	Printing & Converting US\$	Plastics & Metals US\$	Services & Eliminations US\$	Total US\$
Sales to local customers	18 997 205	22 898 559	-	41 895 764
Sales to export customers	2 609 880	1 277 354	-	3 887 234
Intersegmental sales	352 764	294 111	(646 875)	-
Total Sales	21 959 849	24 470 024	(646 875)	45 782 998
Results from continuing operations				
Trading income	1 058 034	4 116 194	109 602	5 283 830
Operating profit	8 855 840	1 362 279	261 704	10 479 823
Finance income / (expense)	9 563	(969)	(14 166)	(5 572)
Taxation charge	(3 773 329)	(3 487 245)	(97 040)	(7 357 614)
Profit for the period	5 092 074	(2 125 936)	150 499	3 116 637
Other information				
Segment assets	19 981 648	25 108 552	(531 626)	44 558 574
Segment liabilities	8 004 952	9 756 901	(1 157 059)	16 604 794
Capital expenditure	1 175 690	1 353 516	-	2 529 206
Depreciation and amortisation	(234 911)	(300 013)	(28 281)	(563 205)
Other income	5 805 274	6 290 385	284 975	12 380 634
Monetary gain / (loss) on hyperinflation	1 992 532	(9 044 301)	(132 872)	(7 184 641)

9. OTHER INCOME

	2025 US\$	2024 US\$
Reversal of retrenchment, termination and restructuring costs	-	(7 586)
Net exchange gain	668 341	12 388 220
Total	668 341	12 380 634

10. GOING CONCERN

The Directors believe that the Group is a going concern and will continue to be for a foreseeable future. This is based on the Group's financial performance under the multi-currency environment which has enabled the supply of foreign currency for the sourcing of raw materials to meet customer demand.

11. SUBSEQUENT EVENTS

The Group continues to trade under a cautionary notice regarding the concluded sale and purchase agreement between Nampak Southern Africa Holdings Limited and TSL Limited, which agreement remains subject to various suspensive conditions.

COMMENTARY

OPERATING ENVIRONMENT

The first half of 2025 was marked by severe power outages at our Ruwa plant, causing production stoppages. These operational challenges were compounded by policy-driven route-to-market disruptions, which accelerated the informalisation of retail and reduced demand affecting key customer segments. Additionally, liquidity constraints and supply chain delays (notably via Beira Port due to Mozambique's election disputes) further pressured volumes.

The multi-currency environment remains in place. United States dollar (US\$) transactions dominated compared to the Zimbabwe Gold (ZWG) currency, which depreciated significantly at the end of September 2024.

FINANCIAL PERFORMANCE

Group volumes fell 20% year-on-year, driven by a smaller tobacco crop (reducing carry-over volumes) and weaker regional demand for tobacco cases.

Group revenue declined 17% to US\$ 38 million, with trading profit down 28% to US\$ 3.8 million. This was primarily due to the 20% volume reduction and margin erosion. Unlike the prior year, no significant exchange gains were recorded.

OPERATIONS REVIEW

PRINTING AND CONVERTING SEGMENT

Hunyani Paper and Packaging: Sales volumes for the period were 30% below the prior period. The decrease is attributable to the reduced tobacco carry over volumes due to a lower 2024 crop compared to the bumper crop in the 2023 season. Commercial volumes were 25% below the prior period due to a growing number of customers who are now self manufacturing. Management is focusing on cost optimisation initiatives to become more competitive and increase regional footprint to replace these lost volumes.

Volumes in the Cartons, Labels and Sacks division have been recovering as the business has been repositioning to regain market share.

PLASTICS AND METALS SEGMENT

Megapak: Sales volumes were 6% below the prior period and were affected by increased competitive pressures and weak demand as a result of the general slowdown in economic activity in certain consumer segments. Increased plant breakdowns due to power cuts in Ruwa also impacted the ability to meet customer demand. We have installed additional generator capacity to minimise the impact of the stop-starts and improve efficiencies. The informalisation of the retail sector and the route-to-market disruptions contributed to the decline in demand from some customer segments.

CarnaudMetalbox: Sales volumes for the half year were 5% below the prior period. In plastics, HDPE was 10% ahead of the prior period due to increased demand. Metals volumes were significantly below prior period due to raw material availability and product portfolio rationalisation. Closures were 20% below prior period due to weak demand.

CAPITAL EXPENDITURE

Capital expenditure of US\$2,3 million relates mainly to expansion projects and improved generator capacity at Megapak. The Group continues to evaluate other projects in order to maintain or improve capacity.

DIVIDEND

To preserve liquidity for critical capex (including generator capacity upgrades), the Board has decided not to declare an interim dividend.

DIRECTORATE

There were no changes to the directorate for the period under review.

OUTLOOK

The Corrugated market shows encouraging growth prospects for the short term with an increased tobacco crop size in 2025. The strategic initiatives include enhancing capacity and improving operating efficiencies. The outlook for the Group remains promising, with growth prospects in the beverage markets.

The Group will continue to sustain high efficiencies, good product quality and rigorous customer support.

The Group continues to trade under a cautionary notice regarding the concluded sale and purchase agreement between Nampak Southern Africa Holdings Limited and TSL Limited, which agreement remains subject to various suspensive conditions.

By Order of the Board

J P Van Gend
Group Managing Director

68 Birmingham Road
Southerton
Harare

28 May 2025

SHORT FORM FINANCIAL ANNOUNCEMENT

SPECIAL PURPOSE FINANCIAL INFORMATION: ZWG FINANCIAL STATEMENTS

This short-form financial announcement is the responsibility of the Directors and is only a summary of the information contained in the special purpose financial statements for the half year to 31 March 2025 and are prepared in accordance with the requirements of the Reserve Bank of Zimbabwe Monetary Policy Statement of 6 February 2025 and does not contain full or complete details.

A copy of the financial statements is available upon request, and for inspection, at the Company's registered office.

Unreviewed financial highlights for the period

	6 Months 31 March 2025 ZWG	6 Months 31 March 2024 ZWG	Change %
Revenue	1 017 292 226	620 890 704	64%
Trading income	101 156 227	71 657 186	41%
Profit before tax	118 957 512	142 047 599	-16%
Profit for the period	77 015 431	42 266 587	82%
Other comprehensive income for the period	52 617 398	-	-
Total comprehensive income attributable to members	129 632 829	42 266 587	207%

	As at 31 March 2025 ZWG	As at 30 September 2024 ZWG	Change %
Total Assets	1 197 958 159	1 108 755 448	8%
Total Equity	825 209 540	695 576 711	19%
Total Liabilities	372 748 619	413 178 737	-10%

1. STATEMENT OF COMPLIANCE

The abridged consolidated special purpose financial statements of the Group have been presented in Zimbabwe Gold (ZWG) in compliance with the 2025 Monetary Policy Statement issued by the Reserve Bank of Zimbabwe (RBZ) and the Zimbabwe Stock Exchange (ZSE) listing requirements.

2. BASIS OF PREPARATION

These abridged consolidated special purpose financial statements are presented in Zimbabwe Gold (ZWG) and have been prepared based on the statutory records that are recorded on a historical cost basis. The consolidated special purpose financial information for the six months ended 31 March 2025 have been converted from United States Dollars (US\$) which is the functional currency for the Group to the presentation currency at spot rate at 31 March 2025: US\$1: ZWG26.77 (31 March 2024: US\$1: ZWG13.56; September 2024: US\$1: ZWG24.88).

