Nkonyeni Pre-Cast Limited
(Incorporated in the Kingdom of Eswatini)
(Registration number 484 of 2007)
Listed on the Eswatini Stock Exchange (ESE)
ESE Share Code: NPC
ISIN Code: SZE000331056

Reviewed Interim Financial Results for the 6 months ended 31 December 2024

ESWATINI QUALITY AWARDS, PRODUCT OF THE YEAR - LARGE ENTERPRISE 2023 & 2024 (NPC)
ESWATINI QUALITY AWARDS, PRODUCT OF THE YEAR – SMALL& MEDIUM ENTERPRISE 2024 (STI)

CONDENSED STATEMENT OF COMPREHENSIVE INCOME

FIGURES IN EMALANGENI	REVIEWED FOR THE 6 MONTHS ENDED 31 DEC 2024	REVIEWED FOR THE 6 MONTHS ENDED 31 DECEMBER 2023	AUDITED FOR THE YEAR ENDED 30 JUNE 2024
Revenue	25,704,857	31,581,680	50, 947, 251
Cost of sales	(13,401,916)	(21,928,840)	(28, 654, 311)
Gross profit	**12,302,941**	**9,652,840**	**22,292, 940**
Other income	119 496	178,335	315 493
Operating expenses	(11,575,034)	(9,058,853)	(25,751,095)
Operating profit	**847,403**	**774,052**	**3, 142 662**
Finance costs	(830,811)	(714,735)	(1,259 408)
Profit for the year before taxation	**16,592**	**57,587**	**(4 402 070)**
Taxation	222,158	**(7,150)**	(1 103 060)
Profit for the year	**238,750**	**50,437**	**(3,299,010)**
Earnings/ per share	**0.05**	**0.01**	**-2.47**

CONDENSED STATEMENT OF FINANCIAL POSITION

FIGURES IN EMALANGENI	REVIEWED AS AT 31 DEC 2024	6 MONTHS ENDED 31 DECEMBER 2023	AUDITED AS AT 30 JUNE 2024
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	53,630,145	54,106,538	53,990,169
Loans to related parties	144,317	149,178	143,877
Deferred tax	3,539,500	2,207,133	3,317,342
	57,313,962	**56,462,849**	**57,451,388**
Current assets			
Inventories	5,299,072	5,432,562	4,870,417
Trade and other receivables	2,666,051	4,161,635	6,191,380
Cash and cash equivalents	578,035	1,226,326	1,108,035
Taxation prepaid		3,334	
	8,543,158	**11,311,791**	**12,169,832**
Total assets	**65,857,120**	**67,774,640**	**69,621,220**
Equity and liabilities			
Equity			
Share capital	4,418,948	4,277,060	4,398,110
Share Premium	24,447		24,447
Retained earnings	(1,485,306)	1,491,674	(1,724,056)
Revaluation reserve	30,924,713	30 924 713	30,924,713
	33,882,802	**36,693,447**	**33,623,214**
Liabilities			
Non-current liabilities			
Finance lease obligation	826,150	3,085,851	1,162,405
Long term liability	2,857,093		2,530,500
Loans from related parties	9,378,025	7,020,716	9,620,546
	13,061,268	**10,106,567**	**13,313,451**
Current liabilities			
Finance lease obligation	567,982	133,562	526,639
Trade and other payables	9,777,346	9,384,546	11,508,158
Provisions and accruals	1,318,736	2,732,841	2,907,479
Bank overdraft	7.248,986	8,723,677	7,742,279
	18,913,050	**20,974,626**	**22,684,555**
Total equity and liabilities	**65,857,120**	**67,774,640**	**69,621,220**

FIGURES IN EMALANGENI	REVIEWED AS AT 31 DEC 2024	AUDITED AS AT 30 JUNE 2024
Cash flow from operating activities		
Cash generated from operations	1,197,924	(2,500,711)
Finance costs	(830,811)	(1,259,408
Net cash (outflow)/inflow from operating activities	**367,113**	**(3,760,119)**
Cash flow from investing activities		
Purchase of property, plant and equipment	(213,378)	(2,485,427)
Cash flows from financing activities		
Movement in loans with related parties	(242,961)	45,557
Finance lease repayments	(294,912)	(149,579)
Disbursement of borrowings	326,593	3,830,500
Issue of shares	20,838	4,422,457
Net cash inflow/(outflow) from financing activities	**(190,443)**	**(8,148,935)**
Total cash movement for the year	**(36,708)**	**1 903,389**
Cash and cash equivalent at the end beginning	**(6,634,244)**	**(8,537,633)**
Cash and cash equivalents at end of the year	**(6,670,952)**	**(6,634,244)**

CONDENSED STATEMENT OF CHANGES IN EQUITY

	Share capital	Revaluation reserves	Retained earnings	Total
Balance at 01 July 2023	4,422,557	-	1,441,237	5,863,794
Acquisition of subsidiary			133,717	133,717
loss for the year	-	-	(3,299,010)	(3,299,010)
Revaluations	-	30,924,713	-	30,924,713
Balance at 30 June 2024	**4,422,557**	**30,924,713**	**(1,724,056)**	**33,623,214**
New shares	20,838			**20,838**
Profit for the 6 months period ended 31 December 2024	-	-	238,750	238,750
Balance at 31 December 2024	**4,443,395**	**30,924,713**	**(1,485,306)**	**33,882,802**

NOTES

The financial results have been prepared in accordance with International Financial Reporting Standards ("IFRS") and in the manner required by the Companies' Act of 2009.

COMMENTARY

INTRODUCTION

Nkonyeni Pre-cast Limited (NPC), a leading player across diverse sectors such as precast concrete products, hardware, concrete roof tiles, chemicals, printing, construction, and distribution, is pleased to announce its financial results for the six months ended December 31, 2024. While this period presented significant market challenges, NPC demonstrated its resilience and unwavering commitment to its core values. NPC remains committed to transparency and accountability, sharing its performance and future plans with all valued stakeholders, including investors, community members, customers and employees. This report showcases the company's financial achievements and strategic vision for the future.

NPC remains committed to providing investors with attractive long-term returns, recognizing their vital role in the company's growth and success. The financial results presented in this release demonstrate ongoing efforts to generate sustainable value for shareholders. With a strong market presence in Eswatini and a diversified product offering, NPC is well-positioned to contribute significantly to the Kingdom's construction and manufacturing industries. The company's strategic approach caters to a wide range of market needs, fostering economic development and creating opportunities for local communities.

PORTFOLIO REVIEW

During the six months ended 31 December 2024, NPC demonstrated operational resilience amidst challenging market conditions. The current share price of NPC shares on the Eswatini Stock Exchange (ESE) is E1.50 per share. Slightly over 20,000 shares traded during this period and approximately 25 million shares still available for uptake. We launched the NPC102 bond program during this period, which closed in January 2025. During this period, NPC managed to secure E 24 million funding with a local bank, this will be utilised to finalise acquisition of raw material source, assist with asset financing and working capital for the group.

NPC's commitment to quality and innovation was recognized at the Eswatini Quality Awards with NPC winning first place in category 2; Product of the Year – Large Enterprise and Swazi Tile placing first in Product of the Year – Small and Medium Enterprise. As part of NPC's commitment to innovation, a new product was launched during this period, bagged aggregates. These products were designed to cater to the growing demand for ready-to-use construction materials among small contractors and DIY customers. The product launch has already contributed to a 5% increase in segment-specific sales, reflecting its immediate market impact. NPC also launched a 15-year warranty for all Swazi Tiles concrete roof tiles, to give confidence to clients on the quality of products and an unwavering commitment to customers experience.

FINANCIAL REVIEW

While facing challenges such as high raw material costs, erratic weather conditions and increased maintenance expenses, NPC achieved a profit before tax, demonstrating effective cost management and strategic initiatives. Operational costs increased dramatically as a result of plant repairs and maintenance; this is to ensure that our fleet of equipment is up to standard. The company is however working on a plan to address this, with an asset replacement plan.

CUSTOMER IMPACT

Our commitment to customers is reflected in our financial plans. The positive results will enable us to:

- **Improve Services:** Enhance the quality and range of our services.
- **Introduce New Offerings:** Bring innovative products to market.
- **Enhance Customer Experience:** Elevate overall satisfaction through enhanced services.

OUTLOOK

Looking ahead, NPC is engaged in negotiations to expand its equity interests, aligning with regional growth strategies. Successful acquisitions and the planned capital raising exercise through equity funding underscore NPC's commitment to strategic growth and shareholder value. NPC remains dedicated to principles of sound corporate governance, ensuring openness, integrity, and accountability in its operations.

NPC continues its mission to contribute significantly to the Kingdom of Eswatini's economic development, providing quality products and services across diverse sectors.

FINANCIAL STATEMENTS

The condensed interim financial statements for the period ended 31 December 2024 have not been audited as per prior comparable periods. A copy of the unaudited comprehensive financial statements is available for inspection at the Company's registered office.

CORPORATE GOVERNANCE

The directors and management of NPC confirm their commitment to the principles of openness, integrity and accountability as advocated by sound principles of Corporate Governance contained in the King Report.

By order of the Board
Frans Pienaar
17 April 2025

Sponsoring Broker	Auditor	Transfer Secretary
268 SECURITIES		SNG GrantThornton

Nkonyeni Pre-Cast Limited
(Incorporated in the Kingdom of Eswatini)
Directors: Frans Pienaar (Chairman), Nelisiwe Mathabela (Non-executive), Portia Dlamini (Non-executive), Marissa van Zuydam Kunene (Managing Director),
Nkonyeni Pre-cast, 523 Nkonyeni Farms, Sidvokodvo, Eswatini.