



Further Together

RESULTS FOR YEAR ENDED 31 MARCH 2022

Pursuant to the Press Trust Reconstruction Act (PTRA) (Cap 5:04 of the Laws of Malawi), we report below results for the year ended 31 March 2022.

Basis of preparation

The Trustees have prepared the summary consolidated and separate financial statements to meet the requirements of the Press Trust Reconstruction Act, 1995 (PTRA). The Trustees have considered the requirements of the PTRA and believe that the summary statements of financial position, profit or loss and other comprehensive income, changes in reserves and cash flows are sufficient to meet the requirements of the users of the summary consolidated and separate financial statements. The amounts in the summary consolidated and separate financial statements are prepared in accordance with the framework concepts and the measurement and recognition requirements of International Financial Reporting Standards and the Trustees Incorporation Act, 1962. The summary consolidated and separate financial statements have been derived from the Annual Consolidated and Separate Financial Statements which were approved by the Board of Trustees on 29 July 2022.

Independent Auditor's report on the summary consolidated and separate financial statements of Press Trust

Opinion

The summary consolidated and separate financial statements, (the "summary financial statements") of Press Trust which comprise the summary consolidated and separate statements of financial position as at 31 March 2022, the summary consolidated and separate statements of profit or loss and other comprehensive income, changes in reserves and cash flows for the year then ended, and the related notes are derived from the audited consolidated and separate financial statements of Press Trust for the year ended 31 March 2022.

In our opinion, the accompanying summary of consolidated and separate financial statements of Press Trust are consistent, in all material respects, with the audited consolidated and separate financial statements, in accordance with the Basis of Preparation paragraph.

Other matter

We have not audited the overall performance and outlook included in the summary of consolidated and separate financial statements and accordingly do not express any opinion thereon.

Summary consolidated and separate financial statements

The summary consolidated and separate financial statements do not contain all the disclosures required by the International Financial Reporting Standards. Reading the summary consolidated and separate financial statements, and our report thereon, therefore, is not a substitute for reading the audited consolidated and separate financial statements and our report thereon. The summary consolidated and separate financial statements and the audited consolidated and separate financial statements do not reflect the effects of events that occurred subsequent to that date of our report on the audited consolidated and separate financial statements.

The audited consolidated and separate financial statements and our report thereon

We expressed an unmodified audit opinion on the audited consolidated and separate financial statements in our report dated 05 August 2022. That report also includes the communication of key audit matters. Key audit matters are those matters that in our professional judgement, were of most significance in our audit of the consolidated and separate financial statements for the current year.

Trustees' responsibility for the summary consolidated and separate financial statements

Trustees are responsible for the preparation of the summary consolidated and separate financial statements in accordance with the Basis of Preparation paragraph.

Auditor's responsibility

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



Joel Mwenelupembe
Chartered Accountant (Malawi)
Partner
Lilongwe
Malawi

PRESS TRUST STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME For the year ended 31 March 2022 In thousands of Malawi Kwacha

	SEPARATE		CONSOLIDATED	
	2022	2021	2022	2021
INCOME				
Turnover	-	-	2 264 892	749 299
Cost of sales	-	-	(1 592 311)	(1 281 644)
Gross profit/(loss)	-	-	672 581	(532 345)
Dividend income	2 630 001	1 896 283	2 630 001	1 896 283
Interest income	543 862	229 734	543 862	229 736
Donations/grants	106 683	21 997	106 683	21 997
Other income	16 653	7 943	921 881	517 111
Total income	3 297 199	2 155 957	4 875 008	2 132 782
OPERATING EXPENDITURE				
Administration expenditure	(670 004)	(622 852)	(1 966 811)	(1 953 379)
Exchange gains	7 992	12 050	7 040	10 603
EXCESS OF INCOME OVER OPERATING EXPENDITURE	2 635 187	1 545 155	2 915 237	190 006
Net increase in impairment of loan receivables	(952)	(1 468)	-	-
Interest expense	-	-	(788 113)	(737 074)
Finance costs-lease liabilities	(18 259)	(16 451)	(18 259)	(16 451)
Impairment of staff and other receivables	453	1 923	452	1 923
Realised profit on sale of equity investments	248 738	-	251 941	-
Surplus/(deficit) before charitable expenditure	2 865 167	1 529 159	2 361 258	(561 596)
CHARITABLE EXPENDITURE				
Project funding and donations approvals	(1 259 224)	(766 674)	(1 259 224)	(766 674)
Project related expenses	(247 673)	(182 786)	(247 673)	(182 786)
Completed/discontinued projects under provision	-	15 514	-	15 514
Total charitable expenditure	(1 506 897)	(933 946)	(1 506 897)	(933 946)
Surplus/(deficit) before income tax	1 358 270	595 213	854 361	(1 495 542)
Income tax	-	-	(73 069)	(68 848)
SURPLUS/(DEFICIT) FOR THE YEAR TRANSFERRED TO GENERAL FUND OTHER COMPREHENSIVE INCOME	1 358 270	595 213	781 292	(1 564 390)
Revaluation surplus	-	-	-	5 433 818
Deferred tax	-	-	65 067	(426 011)
Fair value gain/(loss) on financial assets	42 766 399	(7 166 410)	42 770 625	(7 158 439)
Exchange differences on translating foreign operation	89 754	122 271	89 754	122 271
Total other comprehensive income	42 856 153	(7 044 139)	42 925 446	(2 028 361)
TOTAL COMPREHENSIVE INCOME/(LOSS) FOR THE YEAR	44 214 423	(6 448 926)	43 706 738	(3 592 751)
Attributable to the parent	-	-	43 742 823	(3 772 600)
Non-controlling interest	-	-	(36 085)	(179 849)
Total	44 214 423	(6 448 926)	43 706 738	(3 592 751)

PRESS TRUST STATEMENTS OF CHANGES IN RESERVES For the year ended 31 March 2022 In thousands of Malawi Kwacha

SEPARATE	31 March 2022		31 March 2021			
	Equity holder of parent	Attributable Non-controlling interest	Equity holder of parent	Attributable Non-controlling interest		
Balance at the beginning of the year	89 492 856	-	95 941 782	-		
Comprehensive income						
Surplus for the year	1 358 270	-	595 213	-		
Total other comprehensive income	42 856 153	-	(7 044 139)	-		
Total comprehensive income	44 214 423	(6 448 926)	42 925 446	(6 448 926)		
Balance at the end of the year	133 707 279	-	89 492 856	-		
CONSOLIDATED						
Balance at the beginning of 31 March 2022	95 149 711	(758 824)	94 390 887	(938 673)	97 983 638	
Equity holder of parent	95 149 711	(758 824)	94 390 887	(938 673)	97 983 638	
Attributable Non-controlling interest	-	-	-	-	-	
Comprehensive income						
Surplus/ (deficit) for the year	817 377	(36 085)	781 292	(1 428 747)	(135 643)	(1 564 390)
Total other comprehensive income	42 925 446	-	42 925 446	(2 343 853)	315 492	(2 028 361)
Total comprehensive income	43 742 823	(36 085)	43 706 738	(3 772 600)	179 849	(3 592 751)
Balance at the end of 31 March 2022	138 892 534	(794 909)	138 097 625	95 149 711	(758 824)	94 390 887

PRESS TRUST STATEMENTS OF FINANCIAL POSITION As at 31 March 2022 In thousands of Malawi Kwacha

	SEPARATE		CONSOLIDATED	
	2022	2021	2022	2021
ASSETS				
Non-current assets				
Property, plant and equipment	913 321	863 838	14 077 174	14 586 605
Right-of-use assets	111 770	136 608	111 770	136 608
Listed equity investments	123 918 471	81 683 786	126 288 562	83 894 522
Unlisted equity investments	3 038 996	4 210 955	3 039 116	4 211 075
Growing crops	-	-	352 319	27 005
Investments in subsidiaries	2 376 245	2 212 053	-	-
Investments in Government Securities	1 330 458	-	1 330 458	-
Loans due from Press Agriculture Limited	6 034 489	6 033 537	-	-
Provision against loans due from - Press Agriculture Limited	(6 034 489)	(6 033 537)	-	-
Total non-current assets	131 689 261	89 107 240	145 199 399	102 855 815
Current assets				
Standing crops	-	-	1 046 895	752 667
Inventories	-	-	1 177 188	245 150
Receivables and prepayments	86 583	77 272	268 087	249 249
Investments in Government Securities	16 918	-	16 918	-
Cash and cash equivalents	4 255 018	2 237 296	4 390 571	2 260 892
Funds held by brokers	-	-	311	307
Assets classified as held for sale	-	-	-	155 484
Tax recoverable	-	-	133 818	56 269
Total current assets	4 358 519	2 314 568	6 033 788	3 720 018
TOTAL ASSETS	136 047 780	91 421 808	151 233 187	106 575 833
RESERVES AND LIABILITIES RESERVES				
Non distributable reserves				
Fair value reserve on listed investments	118 762 219	77 075 154	123 781 016	81 458 940
Fair value reserve on unlisted investments	2 589 050	3 485 753	4 024 056	3 485 753
Fair value of foreign investments	2 180 703	2 016 511	-	-
Property revaluation reserve	443 055	-	17 202 238	17 137 171
Total non-distributable reserves	123 975 027	83 020 473	145 007 310	102 081 864
General fund	9 732 252	6 472 383	(6 114 776)	(6 932 153)
Entity attributable to equity holders	-	-	138 892 534	95 149 711
Non-controlling interest	-	-	(794 909)	(758 824)
Total reserves	133 707 279	89 492 856	138 097 625	94 390 887
LIABILITIES				
Non-current liabilities				
Sublease fees	-	-	1 005 194	1 087 163
Deferred tax	-	-	933 801	999 180
Lease liabilities	107 329	129 757	107 329	129 757
Long-term borrowings	-	-	3 577 092	4 389 666
Total non-current liabilities	107 329	129 757	5 623 416	6 605 766
Current liabilities				
Project funding	2 047 821	1 608 754	2 047 821	1 608 754
Sublease fees	-	-	81 970	79 268
Lease liabilities	22 428	19 591	22 428	19 591
Deferred income	15 915	45 758	15 915	45 758
Long-term borrowings	-	-	3 094 285	863 070
Provisions	-	-	169 468	160 324
Trade and other payables	147 008	125 092	1 756 742	2 552 278
Tax payable	-	-	323 517	250 137
Total current liabilities	2 233 172	1 799 195	7 512 146	5 579 180
TOTAL LIABILITIES	2 340 501	1 928 952	13 135 562	12 184 946
TOTAL RESERVES AND LIABILITIES	136 047 780	91 421 808	151 233 187	106 575 833

PRESS TRUST ABRIDGED STATEMENTS OF CASH FLOWS For the year ended 31 March 2022 In thousands of Malawi Kwacha

	SEPARATE		CONSOLIDATED	
	2022	2021	2022	2021
Cash flows used in operating activities before working capital changes	(1 515 120)	(1 080 101)	(1 011 053)	(2 023 836)
Changes in operating assets/liabilities	(17 238)	26 279	(1 118 918)	132 091
Net cashflows used in operating activities	(1 532 358)	(1 053 822)	(2 129 971)	(1 891 445)
Net cash flows generated from investing activities	3 587 930	1 476 455	2 878 863	792 286
Net cash flows (used in)/ generated from financing activities	(37 850)	(27 527)	1 380 791	1 501 602
Net increase in cash and cash equivalents	2 017 722	395 106	2 129 683	402 443
Cash and cash equivalents at beginning of the year	2 237 296	1 842 190	2 251 199	1 858 756
Cash and cash equivalents at the end of the year	4 255 018	2 237 296	4 380 882	2 261 199
Cash and cash equivalents comprise of:				
Bank balances and cash	4 255 018	2 237 296	4 390 571	2 260 892
Funds held by brokers	-	-	311	307
Total cash and cash equivalents	4 255 018	2 237 296	4 390 882	2 261 199

The consolidated and separate financial statements were approved and authorised for issue by the Board of Trustees on 29 July 2022 and were signed on its behalf by:

MR. SYMON MSEFULA
CHAIRPERSON

PROF. MOSES F. A. MALIRO
TRUSTEE

Board Composition

The composition of the Board of Trustees during the 2021/22 financial year was as follows: -

Name	Position	Period
Mr. Symon Msefula	Chairperson	Full year
Prof. Moses F.A Maliro	Member	Full year
Ms. Linda Mzumara Phiri	Member	Full year
Mr. Stephen D.T. Matenje SC	Member	Full year

Eng. Wilson Chirwa	Member	Full year
Mrs. Audrey Mwala	Member	Full year
Hon. Sosten Gwengwe, MP	Member	Full year

In terms of Section 6 (1) (i) of the Deed of Variation annexed to the PTRA, the Chairperson of the Board of Trustees of Press Trust holds office for one year and is elected from amongst the Trustees. In line with this requirement, at the 25th Annual General Meeting held on 29 July 2022, Trustees unanimously elected **Professor Moses F.A. Maliro** as the new Chairperson replacing **Mr. Symon Msefula**.

Object of the Trust

The main object of the Trust is to make donations, grants and contributions to persons or institutions for charitable purposes which are in the interest and for the benefit of the people of Malawi including the advancement of their education, health, social welfare and housing (National Benefits Purposes (NBPs)).

During the year ended 31 March 2022, the Trust approved projects and disbursed funds as follows (in alphabetical order): -

Project funding and donations (Trust and group) In thousands of Malawi Kwacha

	Brought From 2021	Disbursement	Approvals accrued	Carried forward to 2022
Balabantli Junior Primary School, Nkhokotaka	79 000	-	6,354	83,643
Chikurkha Primary School, Nsanje	74 442	-	9,493	9,499
Chirimba Police Unit, Blantyre	22 713	18,389	-	4,324
Chinyaza Primary School, Zomba	40 000	575	114,102	153,527
Chisamba Health Centre, Salima	55 222	42,390	-	12,832
Chiyoia CDSS, Rumphi	-	-	76,000	76,000
COVID-19 Response Fund, National	94 802	38,585	-	56,217
Department of Forestry, National	22 561	19,355	5,000	8,206
Disaster Relief Fund, National	10 887	60,519	60,000	10,368
Dowa Secondary School	1 052	42	-	1,010
Engucwini Primary School, Mzimba	82 000	1,835	6,160	86,325
Girls Education Trust, National	-	1,031	1,300	269
High Court of Malawi - Zomba Registry	-	-	100,000	100,000
Hospital Equipment/Ambulances Donations	29	-	-	29
Kamuzu Academy - National Science Fair	3 507	4,122	905	290
Kasangazi Mini Electricity Grid Project, Mzimba	-	-	50,000	50,000
Light House - Mzuzu	57 920	1,883	41,598	97,635
Ligowe Health Centre, Neno	61 570	118	32	61,484
Lilongwe Girls Secondary School	51 180	-	-	51,180
Malembo Health Centre, Lilongwe	122 947	74,549	5,000	53,398
Manjwira Health Centre, Ntcheu	65 000	-	-	65,000
Mathandani CDSS, Kasungu	13 402	-	-	13,402
M'buka Primary School, Lilongwe City	81 000	9	87,497	168,488
Milamba Health Centre, Lilongwe Rural	54 500	9	96,504	150,995
Min of Education Desk Fund, National	27	45,006	82,500	37,521
Ministry of Foreign Affairs-SADC Summit	-	10,000	10,000	-
Mother's Day Donations, National	2 646	8,484	10,000	4,162
Mpiri Secondary School, Machinga	10 631	1,693	-	8,938
Msauzawana Health Centre, Lilongwe Rural	100,000	19	(9,034)	90,947
Mulanje Vocational and Rehabilitation Centre	55 865	46,285	-	9,580
Naikulle College of Education, National	4 103	297	-	3,806
Njale Health Centre, Thyolo	63 389	281	3,676	66,784

