



African
FINANCIALS

National Foods Earnings Flash

H1 2023 sales increased by 8% to US\$167m

APRIL 2023



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SSA ex SA EARNINGS FLASH

ZIMBABWE

NATIONAL FOODS

Prepared by: **Christopher W. Hartland-Peel**

Date: **April 29, 2023**

COMPANY INFORMATION

Listed	Zimbabwe – VF exchange	
Market capitalisation	US\$124m	
Main shareholder(s)	Innscor Africa	37.7%
	Tiger Foods Brands	37.4%
	NF Workers Trust	9.8%
Year end	June	
Sector	Food & animal feedstuff, milling	
FX rate to US\$	US\$	

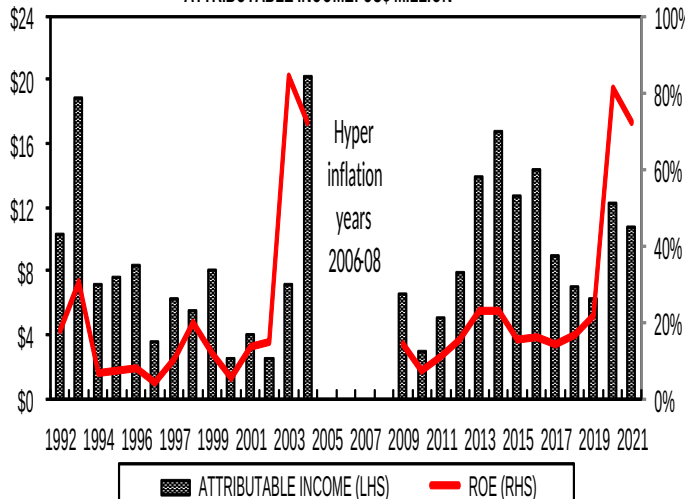
SHARE INFORMATION

P/E:12 month trailing	15.4 times	
Dividend yield	1.6%	
Dividend cover	4.05	
Price/Book	2.61 times	
Share price April 28, 2023	US\$	\$1.81

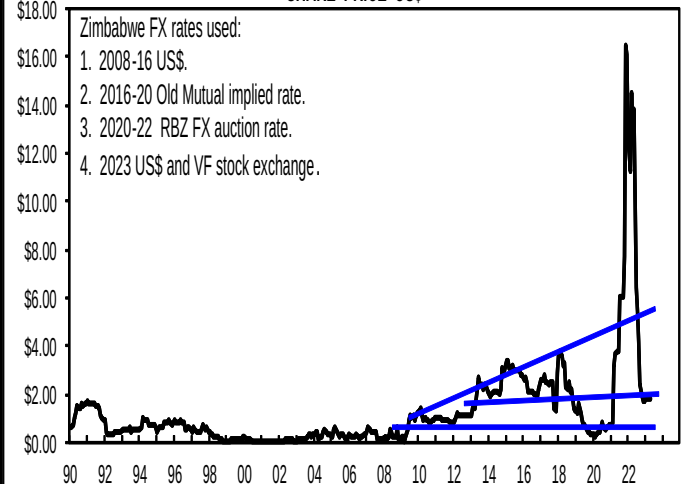
Dec 2022 Six Month Earnings Release. Highlights:

1. Now listed on the Victoria Falls exchange.
2. National Foods operations comprise (i) milling (flour, maize) and animal feed (ii) distribution of rice, pasta and salt (iii) food manufacturing including snacks, biscuits and breakfast cereals and (iv) edible oil (40% associate).
3. H1 Dec 2021 earnings were down 37% at US\$5.9m vs US\$9.4m as wheat prices rose reducing operating profits, finance costs and FX losses increased and the contribution from associates fell.
4. H1 Dec 2022 sales up 8% but volumes down 9%.
5. Operating margins of 7.3% vs 9.7%.
6. Low long-term debt. Interest cover 3.4 times.
7. Flour volumes were down 20% and maize volumes were down 6%. Animal feeds volume was down 4%. Other food manufacturing showed positive volume increases except biscuits.
8. Outlook: Management positive and group is continuing its on-going investment programme.

NATIONAL FOODS: 1992-2021
ATTRIBUTABLE INCOME: US\$ MILLION



NATIONAL FOODS
SHARE PRICE US\$



Sources: All information, graphs, tables and data have been sourced from company annual/interim reports, share prices from the Zimbabwe Stock Exchange and the Victoria Falls Stock Exchange.



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