



## Nation Media Group Limited

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### Directors

W.D.Kiboro, Chairman

J.Muganda, Group Chief Executive

D.Aluanga

R.Dowden (British)

S.Gitagama

L.Huebner (American)

Y.Jetha (British)

S.Kagugube (Ugandan)

J.Montgomery (British)

T.Mshindi

O.Mugenda

L.Mususa (Tanzanian)

F.O.Okello

A.Poonawala (Swiss)

G.M Wilkinson (Irish)

July 26, 2017

Chief Executive

Capital Markets Authority

Embankment Plaza, 3<sup>rd</sup> floor

Longonot Road, Upper Hill

**NAIROBI**

Chief Executive

Nairobi Securities Exchange

55 Westlands Road

**NAIROBI**

Dear Sirs,

**RE: NATION MEDIA GROUP LTD – 2017 HALF YEAR RESULTS**

We are pleased to forward herewith the Group's unaudited Half Year financial results for the period ended 30<sup>th</sup> June, 2017, comprising of the Consolidated Statement of Comprehensive Income, the Statement of Financial Position and the Condensed Cash Flow Statement, together with the announcement.

Yours faithfully,

**JAMES KINYUA**

**GROUP COMPANY SECRETARY**

cc J. Muganda  
S. Gitagama

## **NATION MEDIA GROUP LIMITED**

The Directors are pleased to present the unaudited half year Group results, for the six-month period that ended on 30<sup>th</sup> June, 2017.

### **GROUP RESULTS**

The Group performance was positive, despite the decline in revenue arising from reduced advertising volumes and a challenging regional business environment. The drop in revenues was mitigated by sustained interest income, improved debt collections and savings from the re-organisation undertaken last year.

The Group profit before tax at Kshs 1,171 million was 2.3% above last year, while the turnover declined by 6.4% to Kshs 5,274 million for the same period.

The Group will continue seeking new revenue sources, in addition to managing the costs to ensure sustained positive performance.

### **INTERIM DIVIDEND**

The Directors have resolved to declare an interim dividend of Kshs 2.50 (100%) per share (2016: Kshs 2.50 per share) for the half year, on the issued share capital of 188,542,286 ordinary shares of Kshs 2.50 each. The total interim dividend payout will amount to Kshs 471.4 million (2016: Kshs 471.4 million).

The dividend will be paid less withholding tax where applicable on or about 29<sup>th</sup> September, 2017, to shareholders registered as at the close of business on 15<sup>th</sup> September, 2017.

The register of members will be closed from 18<sup>th</sup> September to 22<sup>nd</sup> September 2017, both dates inclusive.

By order of the Board

**J C Kinyua**  
**GROUP COMPANY SECRETARY**  
**26<sup>th</sup> July 2017**

**Nation Media Group Limited**  
**Unaudited Group results for the six months to 30 June 2017**

**Consolidated Statement of Comprehensive Income**

	June 2017 Kshs.million	June 2016 Kshs.million
Turnover	5,274.2	5,634.8
Profit before income tax	1,171.2	1,144.9
Income tax expense	(351.4)	(333.4)
Profit after income tax	819.8	811.5
Other comprehensive income	5.8	(26.1)
<b>Total comprehensive income</b>	<b>825.6</b>	<b>785.4</b>
Attributable to:		
Owners of the parent	823.9	786.9
Non controlling interest	1.7	(1.5)
	825.6	785.4
Earnings per share (Kshs)	4.37	4.17
Interim dividend per share (Kshs)	2.50	2.50

**Statement of Financial Position**

	30th June 2017 Kshs.million	31st December 2016 Kshs.million
<b>Capital and reserves</b>		
Share capital	471.4	471.4
Other reserves	(84.6)	(89.1)
Retained earnings	7,207.1	6,859.5
Proposed dividends	1,885.5	1,414.1
	<b>9,479.4</b>	<b>8,655.9</b>
Non controlling interest	48.7	47.0
<b>Total equity</b>	<b>9,528.1</b>	<b>8,702.9</b>
<b>Non-current liabilities</b>		
	15.0	15.2
	<b>9,543.1</b>	<b>8,718.1</b>
<b>Assets</b>		
<b>Non-current assets</b>		
	4,827.1	5,010.8
<b>Working capital</b>		
Current assets	7,934.9	7,163.3
Current liabilities	3,218.9	3,456.0
<b>Net working capital</b>	<b>4,716.0</b>	<b>3,707.3</b>
	<b>9,543.1</b>	<b>8,718.1</b>

**Condensed Cash flow Statement**

	6 months ended 30.06.17 Kshs.million	6 months ended 30.06.16 Kshs.million	12 months ended 31.12.16 Kshs.million
Cash generated from operations	1,547.7	1,132.0	2,525.9
Interest received	173.0	168.2	308.3
Interest paid	-	(0.3)	(2.1)
Tax paid	(799.2)	(57.6)	(93.4)
<b>Net cash from operating activities</b>	<b>921.5</b>	<b>1,242.3</b>	<b>2,738.7</b>
Net cash used in investing activities	(26.0)	(211.6)	(428.7)
Net cash from financing activities	-	(38.2)	(1,923.6)
<b>Increase in cash and cash equivalents</b>	<b>895.5</b>	<b>992.5</b>	<b>386.4</b>
At start of period	3,447.3	3,063.3	3,063.3
Exchange gains/(losses) on cash and cash equivalents	0.1	(10.0)	(2.4)
<b>At end of period</b>	<b>4,342.9</b>	<b>4,045.8</b>	<b>3,447.3</b>