

ZIMBABWE NEWSPAPERS (1980) LIMITED ANNUAL REPORT 2020

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME for the year ended 31 December 2020

	Notes	Inflation Adjusted		Historical Cost	
		2020 ZWL\$	2019 ZWL\$	2020 ZWL\$	2019 ZWL\$
Revenue	16	1,345,000,460	1,300,144,343	985,358,884	122,231,260
Cost of sales	17	(441,334,587)	(423,933,644)	(303,460,443)	(39,427,187)
Gross profit		903,665,873	876,210,699	681,898,441	82,804,073
Other income	16.1	25,325,624	25,554,511	18,023,559	2,537,515
Operating expenses		(763,766,440)	(686,812,844)	(557,536,616)	(64,400,236)
Selling and distribution expenses		(145,459,414)	(101,453,240)	(114,626,936)	(9,394,093)
Administrative expenses		(618,307,026)	(585,359,604)	(442,909,680)	(55,006,143)
Profit from operations		165,225,057	214,952,366	142,385,384	20,941,352
Finance costs	18	(9,025,061)	(4,071,828)	(7,583,123)	(335,390)
Finance income		52,743	453	9,404	18
Monetary (loss)/ gain		(146,954,209)	193,065,607	-	-
Exchange gain/ (loss)		5,668,743	15,031,502	13,164,732	3,350,881
Profit before retrenchment and severance costs	19	14,967,273	418,978,100	147,976,397	23,956,861
Income tax expense	20	50,502,560	(114,959,995)	(36,140,318)	(6,276,169)
Profit for the year		65,469,833	304,018,105	111,836,079	17,680,692
Other comprehensive income:					
Items that will not be reclassified to profit and loss					
Gains on property, plant and equipment revaluation net of tax		-	687,764,513	-	280,614,630
Revaluation surplus		-	935,936,776	-	369,488,134
Tax on revaluation		-	(248,172,263)	-	(88,873,504)
Items that will or may be reclassified to profit or loss:		-	-	-	-
TOTAL COMPREHENSIVE INCOME FOR THE YEAR		65,469,833	991,782,618	111,836,079	298,295,322
Basic earnings per share -cents	21.1	11.37	52.78	19.42	3.07
Diluted earnings per share - cents	21.2	11.37	52.78	19.42	3.07
Headline per share -cents	21.3	11.41	52.41	19.10	2.99

ZIMBABWE NEWSPAPERS (1980) LIMITED ANNUAL REPORT 2020

STATEMENT OF FINANCIAL POSITION as at 31 December 2020

	Notes	Inflation Adjusted		Historical Cost	
		2020 ZWL\$	2019 ZWL\$	2020 ZWL\$	2019 ZWL\$
ASSETS					
Non current assets					
Property, plant and equipment	4	1,713,712,948	1,787,236,263	423,331,277	398,417,622
Intangible assets	5	1,473,464	1,847,451	52,880	66,303
Long term investment	6	3,231,771	14,497,196	3,231,771	3,231,771
		1,718,418,183	1,803,580,910	426,615,928	401,715,696
Current assets					
Inventories	7	45,822,676	39,858,505	43,966,060	7,623,394
Trade and other receivables	8	259,182,683	139,622,130	257,875,410	27,993,397
Financial assets at fair value through profit or loss	9	2,406,151	2,705,951	2,406,151	603,221
Cash and cash equivalents	22	50,784,863	32,176,371	50,784,863	7,172,881
		358,196,373	214,362,957	355,032,484	43,392,893
Total assets		2,076,614,556	2,017,943,867	781,648,412	445,108,589
EQUITY AND LIABILITIES					
Equity					
Share capital	10	1,604,953	1,604,953	57,600	57,600
Retained profit		725,793,730	671,843,897	124,779,226	24,463,147
Revaluation reserve		687,764,512	687,764,512	286,920,461	286,920,461
		1,415,163,195	1,361,213,362	411,757,287	311,441,208
Non current liabilities					
Long term borrowings	11	757,809	4,698,752	757,809	1,047,464
Long term liabilities	12	-	14,517,467	-	3,236,290
Deferred tax	13	369,973,494	472,438,382	78,413,258	94,235,267
		370,731,303	491,654,601	79,171,067	98,519,021
Current liabilities					
Trade and other payables	14	261,063,486	159,183,542	261,063,486	33,834,812
Short term portion of long term borrowings	11	913,963	4,877,531	913,963	1,087,318
Bank overdraft	15	28,742,609	1,014,831	28,742,609	226,230
		290,720,058	165,075,904	290,720,058	35,148,360
Total liabilities		661,451,361	656,730,505	369,891,125	133,667,381
Total equity and liabilities		2,076,614,556	2,017,943,867	781,648,412	445,108,589



Mr P. Deketeke (Chief Executive Officer)
25 March 2021



Mr T. A. G. Sithole (Chairman)
25 March 2021