



NATIONAL ENTERPRISES LIMITED

2025

Condensed Financial Statements

For the Three-Month Period
Ended December 31, 2024

Chairman's Statement For the Three-Month Period Ended December 31, 2024

National Enterprises Limited (NEL) recorded an operating profit of \$45.5 million for the first quarter ended December 31, 2024, compared to \$54.8 million for the corresponding period in the previous year. This performance was primarily driven by dividend income of \$42.8 million, which accounted for 95% of total dividend receipts, reflecting the continued contribution of our strategic investments.

While total income declined relative to the same period last year, this was largely attributable to lower dividend income from both our strategic and non-strategic portfolios.

Investment income also saw a marginal reduction of 11%, from \$4.2 million to \$3.8 million, due primarily to adjustments in the valuation of our short-term portfolio, which is structured to provide liquidity and support potential shareholder distributions.

Notwithstanding these shifts, NEL's total assets increased by \$45 million (1.6%) over the year-end balance as at September 30, 2024, reflecting the resilience of our investment portfolio and a return to profitability. Our strategic portfolio companies continue to demonstrate disciplined execution and

operational resilience, and we remain focused on navigating the evolving economic landscape to uphold sustainable profitability and shareholder value appreciation.

Additionally, NEL's net cash position improved significantly to \$75 million, representing an increase of 156% from the prior period. This strong liquidity position underscores our prudent financial management and positions us well to pursue new strategic diversification opportunities that align with our long-term growth objectives. We remain committed to delivering consistent

value to our shareholders, ensuring timely distributions while safeguarding the integrity and performance of our investment portfolio. On behalf of the Board, I extend my appreciation to our stakeholders for their continued trust and confidence as we execute our strategic vision with discipline and foresight.

Ingrid L-A Lashley
Chairman
February 13, 2025