

SUMMARY CONSOLIDATED AND COMPANY STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2023

	GROUP		COMPANY	
	31 DEC 2023	31 DEC 2022	31 DEC 2023	31 DEC 2022
	KES (Mns)	KES (Mns)	KES (Mns)	KES (Mns)
ASSETS				
NON-CURRENT ASSETS	2,442	2,295	2,917	2,854
CURRENT ASSETS	6,849	6,910	5,460	5,624
TOTAL ASSETS	9,291	9,205	8,377	8,478
EQUITY AND LIABILITIES				
EQUITY				
Share capital	712	712	712	712
Reserves	2,427	2,978	2,508	2,963
TOTAL EQUITY	3,139	3,690	3,220	3,675
NON-CURRENT LIABILITIES	390	401	347	354
CURRENT LIABILITIES	5,762	5,114	4,810	4,449
TOTAL LIABILITIES	6,152	5,515	5,157	4,803
TOTAL EQUITY AND LIABILITIES	9,291	9,205	8,377	8,478

SUMMARY CONSOLIDATED AND COMPANY STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE YEAR ENDED 31 DECEMBER 2023

REVENUE FROM CONTRACTS WITH CUSTOMERS	12,493	11,389	10,968	10,158
PROFIT BEFORE TAX	14	1,073	150	771
TAX EXPENSE	(43)	(249)	(36)	(245)
(LOSS) / PROFIT FOR THE YEAR	(29)	824	114	526
<i>Other comprehensive income to be reclassified to profit or loss in subsequent periods:</i>				
Exchange difference on translation of foreign operations	48	5	-	-
TOTAL COMPREHENSIVE INCOME FOR THE YEAR, NET OF TAX	19	829	114	526
Basic and diluted earnings per share (Kes)	(0.20)	5.79	0.80	3.70
Weighted average number of shares outstanding	142	142	142	142

SUMMARY CONSOLIDATED AND COMPANY STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 DECEMBER 2023

Cash flows generated from operating activities	2,029	130	1,765	66
Income tax paid	(137)	(347)	(124)	(356)
Interest received	7	8	1	1
Interest paid	(184)	(174)	(162)	(150)
Net cash generated from /(used in) operating activities	1,715	(383)	1,480	(439)
Net cash used in investing activities	(412)	(261)	(372)	(225)
Net cash (used in) / generated from financing activities	(1,240)	56	(1,054)	105
Net increase /(decrease) in cash and cash equivalents	63	(588)	54	(559)
Cash and cash equivalents at the beginning of the year	72	662	(27)	530
Effect of exchange rate changes on cash and cash equivalents	36	(2)	(36)	2
Cash and cash equivalents at the end of the year	171	72	(9)	(27)

Commentary on the results

The Board of Directors hereby announce the audited results for the year ended 31st December 2023. The same accounting policies and methods of computation have been used as were in the last financial statements.

Business commentary

The Group's turnover for the year ended 31 December 2023 grew to KShs 12.5 billion from KShs 11.4 billion in the year ended 31 December 2022. The operating profit before tax, for year ended 31 December 2023 declined to KShs 14 million from a profit before tax of KShs 1.1 billion for the year ended 31 December 2022.

During year 2023, despite the growth in Kenya's economy this did not translate into similar performance in the manufacturing sector due to macro-economic conditions. This resulted to among others elevated cost of living, exchange rate pressures within Kenya aggravated by global economic uncertainties.

For our industry and especially the sector in which we operate, this resulted to high cost of production and the demand for our products categories varied as a result of shift in household spending hence the drop in performance.

The outlook for 2024 is positive and we remain optimistic that the business will navigate the business challenges experienced in 2023.

DIVIDEND

The Board of Directors do not recommend payment of any dividend for the year ended 31 December 2023 (2022: KShs 4.00 per share).

By Order of the Board
 Conrad Nyukuri,
 Company secretary
 29th April 2024