

KAKUZI PLC

EXTRACT FROM THE INTERIM FINANCIAL STATEMENTS FOR THE PERIOD OF SIX MONTHS TO 30 JUNE 2022

The unaudited results for the Kakuzi Group for the period of six months to 30 June 2022 and the comparative figures for the previous year are as follows:

Condensed Consolidated Statement of Profit or Loss and other Comprehensive Income

	30 June 2022 Shs'000	30 June 2021 Shs'000
Sales	1,026,492	888,949
Profit before fair value gain in non-current biological assets and income tax	471,842	256,094
Fair value gain in non-current biological assets	22,826	20,569
Profit before income tax	494,668	276,663
Income tax (expense)/credit	(153,398)	(82,025)
Profit for the period	341,270	194,638
Other Comprehensive Income:		
<i>Items that are not reclassified to profit or loss:</i>		
Remeasurement of post-employment benefit obligations (net of tax)	-	-
Total comprehensive income	341,270	194,638
	Shs	Shs
Earnings per share (Shs):		
Basic and diluted earnings per ordinary share	17.41	9.93

Condensed Consolidated Statement of Financial Position

	30 June 2022 Shs'000	30 June 2021 Shs'000	Audited 31 December 2021 Shs'000
EQUITY			
Share capital	98,000	98,000	98,000
Other reserves	37,991	31,953	37,991
Retained earnings	5,313,502	5,278,334	4,972,232
Proposed dividends	-	-	431,200
Total equity	5,449,493	5,408,287	5,539,423
Non-current liabilities	1,098,845	1,082,661	1,070,957
	6,548,338	6,490,948	6,610,380
REPRESENTED BY			
Non-current assets	3,999,063	3,919,268	3,929,196
Cash and cash balances	840,966	1,198,311	1,656,219
Other current assets	2,259,249	1,798,417	1,302,056
Current liabilities	(550,940)	(425,048)	(277,091)
Net current assets	2,549,275	2,571,680	2,581,184
	6,548,338	6,490,948	6,610,380

Condensed Consolidated Statement of Cash flows

	30 June 2022 Shs'000	30 June 2021 Shs'000
Cash and cash equivalents at the beginning of the period	1,656,219	1,670,124
Net cash used in operating activities	(188,424)	(17,917)
Net cash used in investing activities	(225,311)	(82,021)
Net cash used in financing activities	(431,201)	(352,803)
Effect of exchange rate differences on cash and cash equivalents	29,683	(19,072)
Decrease in cash and cash equivalents	(815,253)	(471,813)
Cash and cash equivalents at the end of the period	840,966	1,198,311

Condensed Consolidated Statement of Changes in Equity

	Share capital Shs'000	Other reserves Shs'000	Retained earnings Shs'000	Proposed dividends Shs'000	Total Equity Shs'000
At start of the period	98,000	37,991	4,972,232	431,200	5,539,423
Profit for the period	-	-	341,270	-	341,270
Dividends paid	-	-	-	(431,200)	(431,200)
At end of period	98,000	37,991	5,313,502	-	5,449,493

KEY HIGHLIGHTS

- **Strong bottom line growth. Pretax profit up 60% to Kshs 494.7 million**
- **Anticipating higher avocado exports, this 'ON' year cropping cycle**
- **Diversification strategy gains steam**
- **Domestic sales for macadamia and blueberries as part of revenue stream diversification stepped up**
- **All set for avocado exports to China**

TRADING PERFORMANCE

The half-year trading period for the financial year 2022 are in line with our expectations

We have maintained focus on the efficient production of quality products to fuel our revenue and profit growth.

Emerging from the suppressed trading results posted within the same period last year, our pretax profit for the half-year period has grown to Ksh 494.7 million, up from KSh 276.7 million posted within the same period last year.

Based on our current projections, we are optimistic that we will meet our production targets for the full-year trading period with enhanced efforts to progress our diversification strategies.

The Directors do not recommend the payment of an Interim Dividend.

BY ORDER OF THE BOARD

NICHOLAS NG'ANG'A

CHAIRMAN

18 AUGUST 2022