KAKUZI

Growing Together

EXTRACT FROM THE INTERIM FINANCIAL STATEMENTS FOR THE PERIOD OF SIX MONTHS TO 30 JUNE 2026

The unaudited results for the Kakuzi Group for the period of six months to 30 June 2026 and the comparative figures for the previous year are as follows:

Condensed Consolidated Statement of Profit or Loss and other Comprehensive Income

	30 June 2026 Shs'000	30 June 2025 Shs'000
Sales	1,117,721	1,511,260
(Loss)/profit before fair value gain in non-current biological assets and income tax	(23,454)	409,666
Fair value gain in non-current biological assets	33,876	25,579
Profit before income tax	10,422	435,245
Income tax expense	(3,312)	(139,707)
Profit for the period	7,110	295,538
Other Comprehensive Income	-	-
Total comprehensive income	7,110	295,538
	Shs	Shs
Earnings per share (Shs):		
Basic and diluted earnings per ordinary share	0.36	15.08

Condensed Consolidated Statement of Cash flows

	30 June 2026 Shs'000	30 June 2025 Shs'000
Cash and cash equivalents at the beginning of the period	1,593,203	1,106,684
Net cash (used)/generated in operating activities	(739,671)	11,871
Net cash used in investing activities	(258,868)	(67,603)
Net cash used in financing activities	(313,659)	(156,861)
Effect of exchange rate differences on cash and cash equivalents	(6,411)	(3,798)
Decrease in cash and cash equivalents	(1,318,609)	(216,391)
Cash and cash equivalents at the end of the period	274,594	890,293

Condensed Consolidated Statement of Financial Position

	30 June 2026 Shs'000	30 June 2025 Shs'000	Audited 31 Dec 2025 Shs'000
EQUITY			
Share capital	98,000	98,000	98,000
Other reserves	40,206	36,251	40,206
Retained earnings	5,123,342	5,337,797	5,116,232
Proposed dividends	-	-	313,600
Total equity	5,261,548	5,472,048	5,568,038
Non-current liabilities	1,270,570	1,303,861	1,256,730
	6,532,118	6,775,909	6,824,768
REPRESENTED BY			
Non-current assets	4,166,296	4,054,964	4,072,891
Current assets excluding cash and bank balances	2,487,646	2,243,123	1,565,481
Cash and bank balances	274,594	890,293	1,593,203
Current liabilities	(396,418)	(412,471)	(406,807)
Net current assets	2,365,822	2,720,945	2,751,877
	6,532,118	6,775,909	6,824,768

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
As at 1 January 2026	98,000	40,206	5,116,232	313,600	5,568,038
Profit for the period	-	-	7,110	-	7,110
Dividends paid	-	-	-	(313,600)	(313,600)
As at 30 June 2026	98,000	40,206	5,123,342	-	5,261,548

KEY HIGHLIGHTS

The global avocado market was well supplied putting pressure on prices particularly in the latter part of the half year. At Kakuzi an anticipated significantly lower crop from our orchards and disrupted shipping routes has weighed heavily on returns with operating profit at half-year falling to Ksh 215.9million (Half year 2025: Ksh 394.9 million).

The macadamia market softened sharply on rising global supply and weaker demand, resulting in a half-year operating profit of Ksh 68.2 million, compared to a profit of Ksh 318.8 million in half year 2025.

Blueberry continued its trend of profitable growth, posting a half-year operating profit of Ksh 15.1 million (Half year 2025: Ksh 13.4 million), notwithstanding freight complexity caused by conflict in the Middle East.

Forestry operating profit significantly improved in the half year to Ksh 73.3 million (Half year 2025: Ksh 42.9 million) on continued strong demand for poles.

Tea and Livestock continue to perform in line with our expectations, with a slight strengthening of the tea market.

Group profit before tax fell to Ksh 10.4 million for the half-year (Half year 2025: Ksh 435.2 million).

Trading Performance

The year-to-date trading in our two core crops has been negatively impacted by geo-political instability impacting key shipping routes into Europe, a lower anticipated overall avocado crop volume and a downturn in market demand for macadamia.

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

BY ORDER OF THE BOARD

NICHOLAS NG'ANG'A
CHAIRMAN

25th AUGUST 2026