

KAKUZI PLC

ANNOUNCEMENT OF GROUP RESULTS FOR THE YEAR ENDED 31 DECEMBER 2021

Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income		
	31 December 2021	31 December 2020
	Shs'000	Shs'000
Sales	3,296,414	3,608,941
Profit before fair value gain in non-current biological assets and income tax	333,435	789,719
Fair value gain in non-current biological assets	138,121	57,813
Profit before income tax	471,556	847,532
Income tax expense	(151,820)	(225,498)
Profit for the year	319,736	622,034
Other Comprehensive Income:		
Items that are not reclassified to profit or loss:		
Remeasurement of post-employment benefit obligations (net of tax)	6,038	490
Total comprehensive income	325,774	622,524
	Shs	Shs
Earnings per share (Shs):		
Basic and diluted earnings per ordinary share	16.31	31.74

Condensed Consolidated Statement of Financial Position		
	31 December 2021	31 December 2020
	Shs'000	Shs'000
EQUITY		
Share capital	98,000	98,000
Other reserves	37,991	31,953
Retained earnings	4,972,232	5,083,696
Proposed dividends	431,200	352,800
Total equity	5,539,423	5,566,449
Non-current liabilities	1,070,957	1,080,470
	6,610,380	6,646,919
REPRESENTED BY		
Non-current assets	3,929,196	3,990,042
Current assets excluding cash and cash balances	1,302,056	1,246,650
Cash and bank balances	1,656,219	1,670,124
Current liabilities	(277,091)	(259,897)
Net current assets	2,681,184	2,656,877
	6,610,380	6,646,919

Condensed Consolidated Statement of Cash flows		
	31 December 2021	31 December 2020
	Shs'000	Shs'000
Cash and cash equivalents at the beginning of the year	1,670,124	1,696,130
Net cash generated from operating activities	556,796	541,255
Net cash used in investing activities	(233,896)	(358,206)
Net cash used in financing activities	(352,803)	(274,413)
Net exchange gains on foreign currency cash & cash equivalent	15,998	65,358
Decrease in cash and cash equivalents	(13,905)	(26,006)
Cash and cash equivalents at the end of the year	1,656,219	1,670,124

Condensed Consolidated Statement of Changes in Equity					
	Share capital	Other reserves	Retained earnings	Proposed dividends	Total Equity
	Shs'000	Shs'000	Shs'000	Shs'000	Shs'000
On 1.1.2021	98,000	31,953	5,083,696	352,800	5,566,449
Profit for the year	-	-	319,736	-	319,736
Other comprehensive income	-	6,038	-	-	6,038
Dividends – final paid for 2020	-	-	-	(352,800)	(352,800)
– proposed for 2021	-	-	(431,200)	431,200	-
On 31.12.2021	98,000	37,991	4,972,232	431,200	5,539,423

OVERVIEW:

The year saw the group post reduced earnings due to lower avocado production and prices. This was due to the avocado orchards entering their bi-annual offseason bearing cycle which results in a large crop of avocados in one year, followed by a small crop the following year. We, however, experienced greater earnings from macadamia sales during the year as a result of increased yields from our young orchards. Product diversification and value addition remain key investment areas to enhanced stakeholder value and our continued commitment to these is critical for the long term.

DIVIDEND:

Your Board recommends an increase in the dividend per share to Shs 22.00 compared to Shs 18.00 per share in 2020. The dividend shall be paid on or about 30 June 2022 to the shareholders on the members' register at the close of business on Tuesday, 31 May 2022.

ANNUAL GENERAL MEETING:

The Annual General Meeting of the Company will be held virtually on **Tuesday, 17 May 2022 at 12.00 Noon.**

BY ORDER OF THE BOARD

NICHOLAS NG'ANG'A
CHAIRMAN
22 MARCH 2022

Deloitte.

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INDEPENDENT AUDITORS' REPORT ON THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS TO THE SHAREHOLDERS OF KAKUZI PLC

Opinion

The accompanying condensed consolidated financial statements of Kakuzi Plc and its subsidiaries (the "Group"), which comprise the condensed consolidated statement of financial position as at 31 December 2021, the condensed consolidated statement of profit or loss and other comprehensive income, the condensed consolidated statement of changes in equity and the condensed consolidated statement of cash flows for the year then ended, are derived from the audited financial statements of the Group for the year ended 31 December 2021.

In our opinion, the accompanying condensed consolidated financial statements are consistent, in all material respects, with the audited financial statements of the Group, in accordance with the requirements of the Capital Markets (Securities) (Public Offers, Listings and Disclosures) Regulation, 2002 ("the Regulations") as applicable to summary financial statements.

Condensed consolidated financial Statements

The condensed consolidated financial statements do not contain all the disclosures required by the International Financial Reporting Standards as applicable to annual financial statements. Reading the condensed consolidated financial statements and the auditors' report thereon, therefore, is not a substitute for reading the audited financial statements of the Group and the auditors' report thereon.

The audited financial statements and our report thereon

We expressed an unmodified audit opinion on the audited financial statements in our report dated 22 March 2022. That report also includes the communication of a key audit matter related to measurement of biological assets. Key audit matters are those matters that in our professional judgement were of most significance in our audit of the financial statements of the current period.

Auditors' responsibility

Our responsibility is to express an opinion on whether the condensed consolidated financial statements are consistent, in all material respects, with the audited financial statements based on our procedures, which were conducted in accordance with International Standard on Auditing (ISA) 810 (Revised), Engagements to Report on Summary Financial Statements.

The engagement partner responsible for the audit resulting in this independent auditor's report is

FCPA Anne Muraya, Practicing Certificate No. 1697

Anne Muraya

For and on behalf of Deloitte & Touche LL Certified Public Accountants

Deloitte Place,
Waiyaki Way, Muthangari
P.O. Box 40092 – 00100, Nairobi, Kenya
22 March 2022



Partners: D.M. Mbogho; A.N. Muraya; F.O. Aloo; J. Nyang'aya; B.W. Irungu; I. Karim; F. Okwiri; F.O. Omondi; F. Mitambo; P. Seroney; D. Waweru; C. Luo. Deloitte & Touche, a partnership with registration No. 177912, converted to Deloitte & Touche LLP Registration No. LLP-A21DDP effective 14 June 2021 Associate of Deloitte Africa, a Member of Deloitte Touche Tohmatsu Limited