

# ANNOUNCEMENT OF UN-AUDITED RESULTS FOR THE SIX MONTHS PERIOD ENDED 31 MARCH 2022

**EVEREADY**  
E.A. PLC

## CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	GROUP		COMPANY	
	31.03.2022	31.03.2021	31.03.2022	31.03.2021
	KES'000	KES'000	KES'000	KES'000
<b>Continuing Operations</b>				
Sales	41,634	33,678	41,634	33,678
Cost of sales	(27,802)	(21,129)	(27,802)	(21,129)
<b>Gross profit</b>	<b>13,832</b>	<b>12,549</b>	<b>13,832</b>	<b>12,549</b>
Other income	2,593	3,084	2,593	3,084
Gain on disposal of property, plant and equipment	4,871	-	4,871	-
Overhead expenses	(26,878)	(39,392)	(26,878)	(39,392)
Finance costs	(2,129)	(1,414)	(2,129)	(1,414)
<b>Income/(Loss) before tax</b>	<b>(7,712)</b>	<b>(25,173)</b>	<b>(7,712)</b>	<b>(25,173)</b>
Tax income/(expense)	(727)	(795)	(727)	(795)
<b>Income/(Loss) for the period from continuing operations</b>	<b>(8,439)</b>	<b>(25,968)</b>	<b>(8,439)</b>	<b>(25,968)</b>
Other comprehensive income for the period, net of tax	-	-	-	-
Total comprehensive Income/ (loss)/ income for the period attributable to the owners of the company	<b>(8,439)</b>	<b>(25,968)</b>	<b>(8,439)</b>	<b>(25,968)</b>
Earnings per share	KES	KES	KES	KES
Loss per share - basic and diluted	<b>(0.04)</b>	<b>(0.12)</b>	<b>(0.04)</b>	<b>(0.12)</b>

## CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	GROUP		COMPANY	
	31.03.2022	31.09.2021	31.03.2022	31.09.2021
	KES'000	KES'000	KES'000	KES'000
Share capital	210,000	210,000	210,000	210,000
Translation reserve	18,159	18,159	-	-
Retained earnings	(230,298)	(221,859)	(212,139)	(203,700)
<b>Total equity</b>	<b>(2,139)</b>	<b>6,300</b>	<b>(2,139)</b>	<b>6,300</b>
<b>Non-current liabilities</b>				
Lease liability	35	697	35	697
Provisions for liabilities charges	-	-	-	-
	<b>35</b>	<b>697</b>	<b>35</b>	<b>697</b>
<b>REPRESENTED BY Non-current assets</b>				
Right of Use (ROU) Asset	1,940	3,879	1,940	3,879
Property, plant and equipment	1,284	1,393	1,284	1,393
Deferred income tax	37,578	37,578	37,578	37,578
	<b>40,801</b>	<b>42,850</b>	<b>40,801</b>	<b>42,850</b>
<b>Current assets</b>				
Inventories	20,242	18,859	20,242	18,859
Trade and other receivables	30,080	38,040	30,080	38,040
Cash at bank and in hand	60,707	59,444	60,707	59,444
	<b>111,028</b>	<b>116,343</b>	<b>111,028</b>	<b>116,343</b>
<b>Current liabilities</b>				
Lease Liabilities	2,516	3,839	2,516	3,839
Trade and other payables	113,015	109,756	113,015	109,756
Income tax	4,703	4,345	4,703	4,345
Borrowings	33,700	34,256	33,700	34,256
	<b>153,934</b>	<b>152,196</b>	<b>153,934</b>	<b>152,196</b>
<b>Net current(liabilities)/assets</b>	<b>(42,905)</b>	<b>(35,853)</b>	<b>(42,905)</b>	<b>(35,853)</b>
	<b>(2,104)</b>	<b>6,997</b>	<b>(2,104)</b>	<b>6,997</b>

## STATEMENT OF CHANGES IN EQUITY

GROUP	SHARE CAPITAL	TRANSLATION RESERVE	RETAINED EARNINGS	TOTAL
	KES'000	KES'000	KES'000	KES'000
As at 1 October 2020	210,000	18,159	(187,168)	40,991
<b>Changes in equity in 2021</b>				
Profit/(Loss) for the year	-	-	(34,691)	(34,691)
At 30 September 2021	210,000	18,159	(221,859)	6,300
At 1 October 2021	210,000	18,159	(221,859)	6,300
<b>Changes in equity in 2022</b>				
Profit/(Loss) for the year	-	-	(8,439)	(8,439)
At 31 March 2022	210,000	18,159	(230,298)	(2,139)
<b>COMPANY</b>				
At 1 October 2020	210,000	-	(169,009)	40,991
<b>Changes in equity in 2021</b>				
Profit/(Loss) for the year	-	-	(34,691)	(34,691)
At 30 September 2021	210,000	-	(203,700)	6,300
At 1 October 2021	210,000	-	(203,700)	6,300
<b>Changes in equity in 2022</b>				
Profit/(Loss) for the year	-	-	(8,439)	(8,439)
At 31 March 2022	210,000	-	(212,139)	(2,139)

## COMPANY PERFORMANCE

Our auto batteries business segment remains the key driver of the Company's recovery. The segment's Key Performance Indicators (KPIs), volumes, gross cash profit and adjusted Earnings Before Interest, Tax, Depreciation and Amortization (EBITDA) were ahead of prior year 2021, as well as the year 2020 pandemic period. Across our business channels, we have seen a gradual improvement in the trading environment which supported the overall improved half-year performance of the Company to record a loss before tax of KES 8.4 million for the period against a loss of KES 25.9 million in the comparative period.

## DIVIDEND

The Directors do not recommend the payment of an interim dividend.

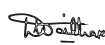
## FUTURE OUTLOOK

The Company shall continue engaging its key stakeholders on initiatives to place it on a path to sustainable recovery.

Battery technologies are central to delivering significant advances in a wide range of industries, preferably in a form that's clean and renewable. This has catapulted battery technology to the top of the priority list for many players, leading to a huge boom in investment, that the Company is looking at in future to build its key positions in those market.

## BY ORDER OF THE BOARD

  
Mr. Thomas M. MASAKI,  
Ag. Managing Director

  
Mrs. Lucy W. WAIHAKA,  
Chairperson

## CONSOLIDATED STATEMENT OF CASH FLOWS

	GROUP		COMPANY	
	31.03.2022	31.09.2021	31.03.2022	31.09.2021
	KES'000	KES'000	KES'000	KES'000
<b>Cash flows from operating activities</b>				
Profit/(Loss) before tax	(8,439)	(34,691)	(8,439)	(34,691)
<b>Adjustments for:</b>				
Income tax	727	(4,285)	727	(4,285)
Depreciation charge	109	2,112	109	2,112
Depreciation of right-of-use asset	1,940	3,880	1,940	3,880
Gain on disposal of assets	(4,871)	-	(4,871)	-
Interest paid on lease liabilities	273	843	273	843
Interest expense	1,856	2,535	1,856	2,535
Interest receivable	(2,423)	(4,943)	(2,423)	(4,943)
Write off/(Write back) of assets	-	-	-	-
<b>Operating profit before working capital changes</b>	<b>(10,828)</b>	<b>(34,549)</b>	<b>(10,828)</b>	<b>(34,549)</b>
Decrease/(increase) in trade and other receivables	7,960	4,004	7,960	4,004
Decrease/(increase) in inventories	(1,383)	19,196	(1,383)	19,196
Decrease in provision for liabilities	-	(4,424)	-	(4,424)
(Decrease)/increase in trade and other payables	3,241	(19,925)	3,241	(19,925)
<b>Cash (used in)/generated from operations</b>	<b>(1,009)</b>	<b>(35,698)</b>	<b>(1,009)</b>	<b>(35,698)</b>
Tax paid	(356)	(1,623)	(356)	(1,623)
Interest paid	(1,856)	(2,535)	(1,856)	(2,535)
Interest paid on lease liabilities	(273)	(843)	(273)	(843)
Interest income	2,423	4,943	2,423	4,943
<b>Net cash (used in)/generated from operating activities</b>	<b>(1,071)</b>	<b>(35,756)</b>	<b>(1,071)</b>	<b>(35,756)</b>
<b>Cash flows from investing activities</b>				
Purchase of property, plant and equipment	-	-	-	-
Proceeds from disposal of property, plant and equipment	4,871	-	4,871	-
<b>Net cash generated from investing activities</b>	<b>4,871</b>	<b>-</b>	<b>4,871</b>	<b>-</b>
<b>Cash flows from financing activities</b>				
Dividend paid	-	-	-	-
Payments of principal portion of the lease liability	(1,985)	(3,475)	(1,985)	(3,475)
Receipt/(repayment) of borrowings	(556)	1,054	(556)	1,054
<b>Net cash generated from/(used in) financing activities</b>	<b>(2,542)</b>	<b>(2,421)</b>	<b>(2,542)</b>	<b>(2,421)</b>
<b>Net increase in cash and cash equivalents</b>	<b>1,258</b>	<b>(38,177)</b>	<b>1,258</b>	<b>(38,177)</b>
<b>Cash and cash equivalents at start of the year</b>	<b>29,444</b>	<b>67,621</b>	<b>29,444</b>	<b>67,621</b>
<b>Cash and cash equivalents at end of the period</b>	<b>30,702</b>	<b>29,444</b>	<b>30,702</b>	<b>29,444</b>

This extract is based on the unaudited accounts of EVEREADY East Africa PLC for the six months period ended 31 March 2022 which were approved by the Board of Directors on 26 May 2022. The interim financial statements can be accessed on the company's website [www.eveready.co.ke](http://www.eveready.co.ke). The Principal accounting policies adopted in the preparation of the financial statements are similar to those applied in the previous financial statements.



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EVEREADY  
E.A. PLC

**TURBO** TURBO  
UNSTOPPABLE POWER SHIKA PAVIA

**TURBO** TURBO  
PERFECT BRIGHTNESS THE SHART WAY TO DRIVE

**TURBO**  
UNSTOPPABLE POWER