

EXPRESS KENYA PUBLIC LIMITED COMPANY

ANNUAL REPORT AND CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 JUNE 2024

CONSOLIDATED STATEMENT OF PROFIT OR LOSS

	6 Months to 30th June 2024 Shs '000	12 Months to 31st December 2023 Shs '000
Revenue from contracts with customers	13,691	27,494
Direct costs	(49,076)	(91,105)
Gross (loss)	(35,385)	(63,610)
Other operating income	35	-
Impairment (loss)/reversal	-	(56)
Administrative expenses	(4,804)	(15,871)
Other operating expenses	(8,559)	(12,833)
Operating (loss)	(48,713)	(92,370)
Finance costs	(5,420)	(39,818)
(Loss) before tax	(54,133)	(132,187)
Tax credit	-	28,762
(Loss) for the year	(54,133)	(103,425)
Basic and diluted (loss) per share	(1.13)	(2.17)

Current liabilities

Borrowings	44	-
Lease liabilities	771	474
Trade and other payables	30,204	38,861
	31,019	39,335
Net current assets	35,395	33,360
	1,280,318	1,330,098

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Share capital Shs '000	Share premium Shs '000	Revaluation reserve Shs '000	Accumulated losses Shs '000	Total Shs '000
Period ended 30th June 2024					
At start of year	238,557	28,963	816,338	(563,973)	519,886
(Loss) for the year	-	-	-	(54,133)	(54,133)
Transfer of excess depreciation	-	-	(45,041)	45,041	-
Deferred tax on excess depreciation transfer	-	-	13,512	(13,512)	-
At end of year	238,557	28,963	784,810	(586,577)	465,753

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	As at 30th June 2024 Shs '000	As at 31 December 2023 Shs '000
CAPITAL EMPLOYED		
Share capital	238,557	238,557
Share premium	28,963	28,963
Revaluation reserve	784,810	816,338
Accumulated losses	(586,577)	(563,973)
Shareholders' funds	465,753	519,886
Non-current liabilities		
Borrowings	354,839	349,959
Lease liabilities	50,948	-
Deferred tax	408,779	408,779
	814,565	810,213
	1,280,318	1,330,098
REPRESENTED BY		
Non-current assets		
Property, plant and equipment	287,266	298,790
Right-of-use assets	957,858	997,947
	1,244,923	1,296,738
Current assets		
Inventories	28,752	28,752
Trade and other receivables	6,174	11,348
Cash and cash equivalents	109	1,216
Tax recoverable	31,379	31,379
	66,414	72,695

ABRIDGED CONSOLIDATED STATEMENT OF CASH FLOWS

	31 December	
	2024	2023
	Shs '000	Shs '000
At start of year	1,216	(4,331)
Net cash (used in)/from operating activities	(5,802)	(3,313)
Net cash (used in) investing activities	-	(4,000)
Net cash from/(used in) financing activities	4,650	13,269
Effect of exchange rate changes	-	(409)
At end of year	65	1,216

The above are extracts from the unaudited financial statements of the group for the period ended 30 June 2024.

For the period ended 30 June 2024, the directors do not recommend the declaration of a dividend.

Performance

The company's performance for the year ended 30 June 2024 slightly dropped by 3% to Kshs. 13.7 Million as compared to the year ended 30 June 2023. This was because the company restructured it's operations hence terminating leases with some of the tenants. The direct costs also increased to Kshs. 49 Million compared to the year ended 30 June 2023. This resulted in a loss for the year of Kshs. 35 Million compared to Kshs. 32.6 Million loss in 2023.

Future Outlook

The Board and Management's key objective continues to be focusing on improving the company's financial performance through diversification in other revenue generating avenues and improving in the operational efficiency through the costs management. The principal shareholder has also continuously provided financial support to the group throughout the years.

By order of the board



Chief Executive Officer