

EXPRESS KENYA PUBLIC LIMITED COMPANY

ANNUAL REPORT AND CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 DECEMBER 2022

CONSOLIDATED STATEMENT OF PROFIT OR LOSS

	2022	2021
	Shs '000	Shs '000
Revenue from contracts with customers	30,876	26,291
Direct costs	(77,150)	(74,833)
Gross (loss)	(46,275)	(48,542)
Other operating income	1,171	1,481
Impairment provisions	133	-
Administrative expenses	(12,664)	(9,292)
Other operating expenses	(10,363)	(11,248)
Operating (loss)	(67,997)	(67,602)
Finance costs	(34,366)	(8,033)
(Loss) before tax	(102,363)	(75,635)
Tax credit/(charge)	21,234	(7,343)
(Loss) for the period/year	(81,128)	(82,978)
Basic and diluted (loss) per share	(4.70)	(4.74)

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	As at 31 December 2022	2021
	Shs '000	Shs '000
CAPITAL EMPLOYED		
Share capital	238,557	238,557
Share premium	28,963	28,963
Revaluation reserve	877,392	772,922
Accumulated losses	(521,601)	(491,958)
Shareholders' funds	623,312	548,484
Non-current liabilities		
Borrowings	291,734	264,082
Lease liabilities	-	5,366
Deferred tax	437,541	391,937
	729,275	661,385
	1,352,586	1,209,869
REPRESENTED BY		
Non-current assets		
Property, plant and equipment	316,444	352,329
Right-of-use assets	1,019,736	842,338
	1,336,180	1,194,667
Current assets		
Inventories	28,752	28,752
Trade and other receivables	3,880	3,394
Cash and cash equivalents	732	302
Tax recoverable	31,301	31,301
	64,665	63,749

RESULTS

The above are extracts from the unaudited financial statements of the group for the period ended 31 December 2022. For the period to 31 December 2022, the directors do not recommend the declaration of a dividend.

PERFORMANCE

The company's performance for the year ended 31 December 2022 was stable with the revenue generated for the year improving by 17% to Kshs. 30.88 Million as compared to the year 2021. This increase is attributed to growth in the warehouse business clientele. The direct costs also increased by Kshs. 2.3 Million compared to the year 2021. This resulted in a loss for the year of Kshs. 81.13 Million compared to Kshs. 82.97 Million loss in 2021.

FUTURE OUTLOOK

The Board and Management have continued to focus on enhancing the company's financial performance through improving operational efficiency, growing income, reducing losses and managing costs. The principal shareholder has also continuously provided financial support to the group throughout the years.

By order of the board



Hector Diniz
Chief Executive Officer

Current liabilities

Borrowings		10,620	9,939
Lease liabilities		5,366	4,459
Trade and other payables		32,273	34,148
		48,259	48,547
		16,406	15,202
		1,352,586	1,209,869

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 31 December 2022					
At start of period	238,557	28,963	772,922	(491,958)	548,484
Loss for the year	-	-	-	(81,129)	(81,129)
Surplus on revaluation of property, plant and equipment and right-of-use assets	-	-	222,794	-	222,794
Deferred tax on revaluation surplus	-	-	(66,838)	-	(66,838)
Transfer of excess depreciation	-	-	(73,552)	73,552	-
Deferred tax on excess depreciation transfer	-	-	22,066	(22,066)	-
At end of period	238,557	28,963	877,392	(521,601)	623,312

ABRIDGED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 31 DECEMBER 2022

	31 December Shs '000	31 December Shs '000
At start of year	(4,754)	(5,596)
Net cash from/(used in) operating activities	4,031	9,297
Net cash from/(used in) investing activities	(53)	379
Net cash (used in)/from financing activities	(3,525)	(8,767)
Effect of exchange rate changes	(29)	(67)
At end of year	(4,331)	(4,754)