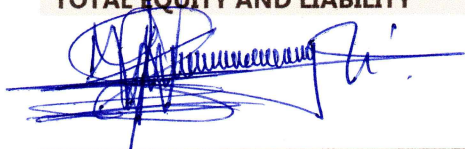


**ZEKWA TRADING COMPANY LIMITED**  
**STATEMENTS OF FINANCIAL POSITION AS AT 31 December 2023**

	NOTE	2023 TSHS	2022 TSHS
<b>NON-CURRENT ASSETS</b>			
Property and equipment	5	293,603,453	117,232,500
<b>Total non-current assets</b>		<b>293,603,453</b>	<b>117,232,500</b>
<b>CURRENT ASSETS</b>			
Cash in hand and at bank	6	45,852,297	168,108,391
Trade and other receivables	7	68,768,136	56,224,402
Inventory	8	83,662,471	42,500,000
Income tax recoverable	11	-	13,967,357
Deferred income tax asset	11	162,768	-
<b>Total current assets</b>		<b>198,445,672</b>	<b>280,800,150</b>
<b>TOTAL ASSETS</b>		<b>492,049,125</b>	<b>398,032,650</b>
<b>LIABILITIES &amp; EQUITY</b>			
<b>EQUITY</b>			
Share capital	9	45,930,000	45,930,000
Revenue reserve	10	132,350,745	170,552,828
<b>Total Equity</b>		<b>178,280,745</b>	<b>216,482,828</b>
<b>LIABILITIES</b>			
<b>NON-CURRENT LIABILITIES</b>			
Bank loan - long term		138,849,564	42,657,786
Deferred income tax liability	11	-	4,129,139
<b>Total non-current liabilities</b>		<b>138,849,564</b>	<b>46,786,926</b>
<b>CURRENT LIABILITIES</b>			
Income tax payable	11	9,219,456	-
Trade and other payables	12	21,753,617	19,046,488
Accrued expenses	13	2,747,080	2,517,175
Bank loan - short term		140,241,033	113,008,546
VAT payable		957,631	190,688
<b>Total current liabilities</b>		<b>174,918,817</b>	<b>134,762,897</b>
<b>TOTAL LIABILITIES</b>		<b>313,768,381</b>	<b>181,549,822</b>
<b>TOTAL EQUITY AND LIABILITY</b>		<b>492,049,125</b>	<b>398,032,650</b>



Zephania Samwel Kwayu  
 Managing Director

Date: 04<sup>th</sup> June 2024

**ZEKWA TRADING COMPANY LIMITED**  
**STATEMENT OF PROFIT OR LOSS FOR THE YEAR ENDED 2023**

	NOTE	2023 TSHS	2022 TSHS
REVENUE	14	626,741,697	1,064,574,128
COST OF SALES	15	(481,000,534)	(794,583,159)
GROSS PROFIT		<b>145,741,163</b>	<b>269,990,969</b>
ADMINISTRATION COSTS	16	(70,401,265)	(65,711,667)
DISTRIBUTION COSTS	17	(800,000)	(1,500,000)
FINANCE COST	18	(34,823,383)	(40,829,589)
PROFIT BEFORE TAX		<b>39,716,515</b>	<b>161,949,713</b>
Income tax expense			
Current tax	11	(16,206,862)	(47,207,847)
Deferred tax	11	4,291,907	(1,377,067)
Additional tax prior period	11	(66,003,644)	-
<b>PROFIT/(LOSS) FOR THE YEAR</b>		<b>(38,202,083)</b>	<b>113,364,799</b>

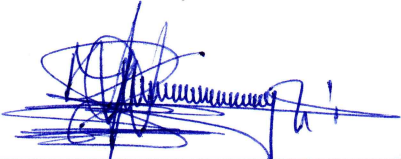
Zephania Samwel Kwayu

Managing Director

Date: 04<sup>th</sup> June 2024

**ZEKWA TRADING COMPANY LIMITED**  
**STATEMENT OF CASH FLOWS FOR THE PERIOD ENDING 31.12.2023**

<b>CASH FLOWS FROM OPERATIONS</b>	<b>2023 TSHS</b>	<b>2022 TSHS</b>
Net Profit/loss before tax	39,716,515	161,949,713
Adjustments:		
Depreciation	35,287,521	13,633,750
<b>Operating profit before changes in working capital</b>	<b>75,004,036</b>	<b>175,583,463</b>
<b>Changes in Net working capital</b>		
(Increase)/Decrease in receivables	(12,543,734)	2,922,520
Increase/(Decrease) in payables	2,937,034	8,702,481
(Increase)/Decrease in inventory	(41,162,471)	(5,134,300)
Cash generated from operations	<b>24,234,865</b>	<b>182,074,164</b>
Income Tax paid	(59,023,692)	(93,079,930)
<b>Net cash from operating activities</b>	<b>(34,788,827)</b>	<b>88,994,234</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of property and equipment	(211,658,475)	-
<b>Net cash used in investing activities</b>	<b>(211,658,475)</b>	<b>-</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Bank Loan	300,000,000	220,000,000
Loan repayment - Bank	(176,575,734)	(205,848,515)
Net VAT received/(paid)	766,942	(89,720)
<b>Net cash from financing activities</b>	<b>124,191,208</b>	<b>14,061,765</b>
Net increase in cash and cash equivalent	(122,256,094)	103,055,999
Cash and cash equivalent at the year beginning	168,108,391	65,052,392
Cash and cash equivalent at the end of the period	<b>45,852,297</b>	<b>168,108,391</b>



Zephania Samwel Kwayu  
 Managing Director

Date: 04<sup>th</sup> June 2023

**ZEKWA TRADING COMPANY LIMITED**  
**STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDING 31.12.2023**

	SHARE CAPITAL	REVENUE RESERVE	TOTAL
<b>Balance as at 31.12.2021</b>	<b>45,930,000</b>	<b>57,188,029</b>	<b>103,118,029</b>
<b>Changes during the year 2022</b>			
Share capital	-		-
Profit for the year		113,364,799	<b>113,364,799</b>
Dividends		-	
<b>Balance as at 31.12.2022</b>	<b>45,930,000</b>	<b>170,552,828</b>	<b>216,482,828</b>
<b>Changes during the year 2023</b>			
Share capital	-		-
Profit for the year		(38,202,083)	<b>(38,202,083)</b>
Dividends		-	
<b>Balance as at 31.12.2023</b>	<b>45,930,000</b>	<b>132,350,745</b>	<b>178,280,745</b>

Zephania Samwel Kwayu  
 Managing Director

Date: 04th June 2024